

APPLICATION FOR A NEW OR AMENDED CALIFORNIA STATE VIDEO FRANCHISE CALIFORNIA PUBLIC UTILITIES COMMISSION

Definitions for the purposes of this Application:

- A. "Access" means that the holder is capable of providing video service at the household address using any technology, other than direct-to-home satellite service, providing two-way broadband Internet capability and video programming, content, and functionality, regardless of whether any customer has ordered service or whether the owner or landlord or other responsible person has granted access to the household. If more than one technology is utilized, the technologies shall provide similar two-way broad band Internet accessibility and similar video programming.
- B. "Affiliate" means any company 5 per cent or more of whose outstanding securities are owned, controlled, or held with power to vote, directly or indirectly either by a state video franchise holder or any of its subsidiaries, or by that state video franchise holder's controlling corporation and/or any of its subsidiaries as well as any company in which the state video franchise holder, its controlling corporation, or any of the state video franchise holder's affiliates exert substantial control over the operation of the company and/or indirectly have substantial financial interests in the company exercised through means other than ownership.
- C. "Applicant" means any person or entity that files an application seeking to provide Video Service in the state pursuant to a State Video Franchise.
- D. "Application" means the form prescribed by the Commission through which an Applicant may apply for a State Video Franchise or amend its Video Service Area.
- E. "Application Fee" means any fee that the Commission imposes to recover its actual and reasonable costs of processing an Application.¹
- F. "Area" means a set of contiguous (i) collections of census block groups or (ii) regions that are mapped using geographic information system technology.
- G. "Broadband" or "Broadband Service" means any service defined as Broadband, or having advanced telecommunications capability, in the most recent Federal Communications Commission inquiry pursuant to Section 706 of the Telecommunications Act of 1996 (P.L. 104-104).²
- H. "Census Block Group" has the same meaning as used by the U.S. Census Bureau.
- I. "Census Tract" has the same meaning as used by the U.S. Census Bureau.³
- J. "Census Tract Basis" means pursuant to the reporting standards articulated in Appendix D and Appendix E, Section II of D.07-03-014.
- K. "Commission" means the Public Utilities Commission.
- L. "Company" means the Applicant and its Affiliates.

CAL. PUB. UTIL. CODE § 5840(c). This fee is not levied for general revenue purposes, consistent with Public

Utilities Code § 5840(c).

² <u>Id.</u> at § 5830(a). The Federal Communications Commission currently uses the term "broadband" and "advanced telecommunications capability" to describe services and facilities with an upstream (customer-to-provider) and

downstream (provider-to-customer) transmission speed of more than 200 kilobits per second. FEDERAL COMMUNICATIONS COMMISSION, AVAILABILITY OF ADVANCED TELECOMMUNICATIONS CAPABILITY IN THE UNITED STATES, FOURTH REPORT TO CONGRESS, FCC 04-208, 10 (Sept. 9, 2004). This definition, however, is under review by the Commission, and it may evolve in response to rapid technological changes in the marketplace. Id.

³ CAL. PUB. UTIL. CODE at § 5960(a).

- M. "Consultant" means the third party source of census household projections including low income household projections.
- N. "DIVCA" means Assembly Bill 2987, the Digital Infrastructure and Video Competition Act of 2006 (Ch. 700, Stats. 2006).
- O. "Household" means, consistent with the U.S. Census Bureau, a house, apartment, a mobile home, a group of rooms, or a single room that is intended for occupancy as separate living quarters. Separate living quarters are those in which the occupants live and eat separately from any other persons in building and which have direct access from the outside of the building or through a common hall.
- P. "Local Entity" means any city, county, city and county, or joint powers authority within the state within whose jurisdiction a State Video Franchise Holder may provide Video Service. 6
- Q. "Low-Income Household" means a residential Household where the average annual Household income is less than \$35,000, as based on U.S. Census Bureau estimates adjusted annually to reflect rates of change and distribution through January 1, 2007.
- R. "State Video Franchise" means a franchise issued by the Commission pursuant to DIVCA. 8
- S. "State Video Franchise Holder" means a person or group of persons that has been issued a State Video Franchise from the Commission pursuant to Division 2.5 of DIVCA.
- T. "Telephone Service Area" means the area where the Commission has granted an entity a Certificate of Public Convenience and Necessity to provide telephone service.
- U. "Telephone Corporation" means a telephone corporation as defined in Public Utilities Code § 234.
- V. "Video Service" means video programming services, cable service, or open-video system service provided through facilities located at least in part in public rights-of-way without regard to delivery technology, including Internet protocol or other technology. This definition does not include (1) any video programming provided by a commercial mobile service provider defined in Section 322(d) of Title 47 of the United States Code, or (2) video programming provided as part of, and via, a service that enables users to access content, information, electronic mail, or other services offered over the public Internet. 10
- W. "Video Service Area" means the area proposed to be served under a State Video Franchise.
- X. "Video Service Provider" means any entity providing Video Service. 11

⁶ Id. at § 5830(k).

⁴ Id. at § 5890(j)(1).

⁵ Id.

⁷ Id. at § 5890(j)(2) (defining "low-income households" for the purposes of imposing build-out requirements).

⁸ Id. at § 5830(p).

⁹ <u>Id</u>. at § 5830(i).

¹⁰ <u>Id</u>. at § 5830(s).

¹¹ <u>Id</u>. at § 5830(t).

PLEASE TYPE ALL INFORMATION UNLESS INSTRUCTED OTHERWISE.

Type of Application

1.	Check as appropriate:						
	☐ New Franchise ☐ Amended Franchise (Please indicate type of amendment below)						
	▼ Increasing Video Service Area						
	☐ Decreasing Video Service Area						
Appli	icant Information						
2.	Applicant's State Video Franchise number (if seeking an amended Franchise):						
3.	Applicant's full legal name: Pacific Bell Telephone Company d/b/a/ SBC Pacific Bell Telephone Company d/b/a AT&T						
4.	Name under which the Applicant does or will do business in California: AT&T California						
5.	Legal name and contact information of Applicant's parent companies, including the ultimate parent: Parent's Full Legal Name: Address: Dallas, TX 75202 Phone: Parent's Full Legal Name: Parent's Full Legal Name:						
	Parent's Full Legal Name:Address:						
	Phone:						
	Parent's Full Legal Name:						
	Address:						
	Phone:						
6.	Applicant's principal place of business: Address: 525 Market Street, 19th floor, San Francisco, CA 94105						
	Phone: 415.778.1299						

7.	Contact information for the person responsible for ongoing communication with the Commission about Video Service business:							
	Name: Rhonda Johnson							
	Title: Vice President - Regulatory Affairs							
	Address:	525 Marke	t Street, 19th floor					
		San Franc	isco, CA 94105					
	Phone(s):	Business/4	15.778.1300	Mobile/415.244.7681				
	Fax: 415	5.243.9954						
	Email: rh	nonda.j.johr	nson@att.com					
8.				of the Applicant's principal officers.				
Build-0	Out Inform	ation						
4	4: (0.411- 12	1: £41 - 41:	to a second seco				
	*	go to Questic	, ,	t or one of its Affiliates is a Telephone Corporation. Other				
9. Does the Applicant alone or together with its Affiliates have more California?		its Affiliates have more than 1,000,000 telephone customers in						
	X	Yes	☐ No					
10.	O. Does the Video Service Area include areas outside of the Telephone Service Area of the Applicant and its Affiliates?							
		Yes	× No					
11.	Is the App	olicant prima	rily deploying fiber	optic facilities to the customer's premise?				
		Yes	ĭ No					
12.	Excluding direct-to-home satellite, is Video Service currently offered by another Video Service Provider in the Video Service Area proposed in this Application?							
	X	Yes	□ No					
Existin	g Local Ca	ble or Video	o Franchise Holder	Information				
13.		held a local		its Affiliates currently hold a local franchise, or has the eo Service Area in the last six months?				
				electronic template available on he CPUC's web site at <u>www.cpuc.ca.gov</u>				

Video Service Area Information

- 14. a. Utilizing the template (as applicable) provided on the Communications Division's section of the CPUC's web site at www.cpuc.ca.gov provide a geographic description of the Video Service Area and input the expected date for the deployment of each Area in the Video Service Area. Please select the method by which the geographic description shall be detailed:
 - 🗵 A collection of U.S. Census Bureau Census Block Groups, or
 - o If Applicant chooses "a," t hen dow nload and complete the electronic template available on t he C ommunications Di vision's sect ion of t he CPUC's web site at www.cpuc.ca.gov
 - A geographic information system digital boundary meeting or exceeding national map accuracy standards.
 - If Applicant chooses "b," then submit t he geographic information system digital boundary as a polygon shapefile (.shp), in State Plane coordinate system in digital format electronically to the Commission
 - b. If a consultant was used to compile the geographic description data, please provide the following:

nt Company's Full Legal Name: Claritas (a Nielsen Company)
1525 Wilson Boulevard, Suite 1200
Arlington, VA 22209-2411
703.812.2700

- 15. Socioeconomic status information of residents within the Video Service Area
 - o If applicable, the Applicant shall provide this information utilizing the templates available on the Communications Division's section of the CPUC's web site at www.cpuc.ca.gov
 - a. Provide the following baseline description of residents in the Video Service Area:
 - i. Number of Households: The number of Households in each Census Tract included in the Video Service Area. Utilize the most recent U.S. Census projections of households available as of January 1 of the year the Application is submitted to determine the number of Households.
 - ii. Number of Low-Income Households: The number of Low-Income Households in each Census Tract included in the Video Service Area. Utilize the most recent U.S. Census projections of low-income households available as of January 1, 2007 to determine the number of Low-Income Households.
 - b. Provide or attest in the attached Affidavit that Applicant shall provide, no later than 90 calendar days after the date of the Commission's issuance of a State Video Franchise to the Applicant, the following description of residents in the Video Service Area on a Census Tract Basis:
 - i. Wireline Broadband:
 - The number of Households in each Census Tract to which the Company makes wireline Broadband available.
 - 2. The number of Households in each Census Tract that subscribe to wireline Broadband that the Company makes available.

- ii. Non-Wireline Broadband:
 - 1. If the Company uses non-wireline technology to provide Broadband, specify the type(s) of technology used in each Census Tract.
 - 2. The number of customers in each Census Tract that subscribe to non-wireline Broadband that the Company makes available.
 - 3. Using geographic information system digital boundaries that meet or exceed national map accuracy standards, provide maps that delineate (i) Census Tract boundaries and (ii) where the Company typically makes non-wireline Broadband available.
- iii. *Video service*: The number of Households in each Census Tract that are offered Access by the Company.
- iv. Low-Income (Utilize the most recent U.S. Census projections of low-income households available as of January 1, 2007 to determine the number of Low-Income Households): The number of Low-Income Households that are offered Access by the Company.
- 16. Socioeconomic status information of residents within the Telephone Service Area
 - o If applicable, the Applicant shall provide this information utilizing the templates available on the Communications Division's section of the CPUC's web site at www.cpuc.ca.gov.
 - a. If the Applicant or any of its Affiliates is a Telephone Corporation, provide the following baseline description of residents in the Telephone Service Area:
 - i. *Number of Households*: The number of Households in each Census Tract included in the Telephone Service Area. Utilize the most recent U.S. Census projections of households available as of January 1 of the year the Application is submitted to determine the number of Households.
 - ii. Number of Low-Income Households: The number of Low-Income Households in each Census Tract included in the Telephone Service Area. Utilize the most recent U.S. Census projections of low-income households available as of January 1, 2007 to determine the number of Low-Income Households.
 - b. If the Applicant or any of its Affiliates is a Telephone Corporation, provide or attest in the attached Affidavit that Applicant shall provide, no later than 90 calendar days after the date of the Commission's issuance of a State Video Franchise to the Applicant, the following description of residents in the Telephone Service Area:
 - i. Wireline Broadband:
 - 1. The number of Households in each Census Tract to which the Company makes wireline Broadband available.
 - 2. The number of Households in each Census Tract that subscribe to wireline Broadband that the Company makes available.
 - ii. Non-Wireline Broadband:
 - 1. If the Company uses non-wireline technology to provide Broadband, specify the type(s) of technology used in each Census Tract.
 - 2. The number of customers in each Census Tract that subscribe to non-wireline Broadband that the Company makes available.
 - 3. Using geographic information system digital boundaries that meet or exceed national map accuracy standards, provide maps that delineate (i) Census Tract boundaries and (ii) where the Company typically makes non-wireline Broadband available

- iii. *Video service*: The number of Households in each Census Tract that are offered Access by the Company.
- iv. *Low-Income* (Utilize the most recent U.S. Census projections of low-income households available as of January 1, 2007 to determine the number of Low-Income Households): The number of Low-Income Households that are offered Access by the Company.
- 17. If a consultant was used to compile the geographic description data, please provide the following:

Consulta	nt Company's Full Legal Name: Claritas (a Nielsen Company)
Address:	1525 Wilson Boulevard, Suite 1200
	Arlington, VA 22209-2411
Phone:	703.812.2700

Financial, Legal, and Technical Qualifications

18. Provide or attest in the attached Affidavit that Applicant shall provide a copy of a fully executed bond in the amount of \$100,000 per 20,000 households in the Video Service Area, with a \$100,000 minimum and a \$500,000 maximum per State Video Franchise Holder, to the Executive Director prior to initiating video service and no later than 5 business days after the date of the Commission's issuance of a State Video Franchise to the Applicant. The bond must list the Commission as obligee and be issued by a corporate surety authorized to transact a surety business in California.

Local Entity Contact Information

19. Utilizing the template provided on the Video Franchise main page of the CPUC website, the Applicant shall provide the contact name and information for a representative from each Local Entity within the Video Service Area.

Application Fee

20. Attach to this Application a check in the amount of \$2,000 made payable to the "California Public Utilities Commission."

Affidavit

21. Complete and submit the affidavit attached as Appendix B to this Application.

A COMPLETE APPLICATION MUST INCLUDE:

□ Complete	d Application form
□ CD(s) con	taining completed templates available on the Commission website
☐ Appendix	A: Applicant's Principal Officers
☐ Appendix	B: Affidavit
☐ Check in	the amount of \$2,000

APPLICANT'S PRINCIPAL OFFICERS

TITLE

NAME

Renneth P. McNeely Peggy Garber Senior Vice President and Assistant General Counsel and Secretary AT&T West Rhonda J. Johson Vice President - Regulatory Affairs AT&T California

AFFIDAVIT

STATE (OF California	
COUNT	Y OF San Francisco	
of AT&T	e is Kenneth P. McNeely California nerein has been derived from my employ ny).	I am President(Title)(Company). My personal knowledge of the facts ment with AT&T California
Franchise		facts stated in this Application for a California State Video to testify to them, and I have the authority to make this
	swear or affirm that AT&T California e following requirements:	[Name of Applicant] shall
	Applicant has filed or will timely file with the l the Federal Communications Commission before	Federal Communications Commission all forms required by e offering Video Service in this state.
		, county, or city and county regulations regarding the time, f-way, including but not limited to, payment of applicable
	Applicant will concurrently deliver a copy of Area.	this Application to any Local Entity in the Video Service
		chnical qualifications necessary to construct and operate the ge to the public rights-of-way caused by Applicant.
	Video Providers Customer Service and Infor (commencing with § 53054) of Chapter 1 of Par	ppealable order relating to either the Cable Television and mation Act (California Public Utilities Code Article 3.5 rt 1 of Division 2 of Title 5 of the Government Code) or the Utilities Code Article 4.5 (commencing with § 53088) of the Government Code).
	days after the date of the Commission's issuan	ant shall provide the Commission, no later than 90 calendar ce of a State Video Franchise to the Applicant, a complete information, as required by and detailed in Questions 14 and
	amount of \$N/A to the Executive Director days after the date of Commission issuance of	cant shall provide a copy of a fully executed bond in the prior to initiating video service and no later than 5 business a State Video Franchise to the Applicant,. The bond shall y a corporate surety authorized to transact a surety business

- I further swear or affirm that AT&T California [Name of Company] agrees to comply with all federal and state statutes, rules, and regulations, including, but not limited to, the following:
 - 1. As provided in Public Utilities Code § 5890, Applicant will not discriminate in the provision of Video Service.
 - 2. Applicant will abide by all applicable consumer protection laws and rules as provided in Public Utilities Code § 5900.
 - 3. Applicant will remit the fee required by California Public Utilities Code § 5860(a) to the Local Entity.
 - 4. Applicant will provide public, educational, and governmental access channels and the required funding as required by Public Utilities Code § 5870.

- 5. Applicant and any and all of its Affiliates' operations in California now and in the future shall be included for the purposes of applying Public Utilities Code §§ 5840, 5890, 5960, and 5940. Applicant specifically attests to the following:
 - a. Reporting Requirements: Either (i) Applicant or (ii) the parent company of Applicant shall produce Commission-mandated reports for and on behalf of Applicant and any and all of its Affiliates that operate in California. Only one report required pursuant to Public Utilities Code § 5960 shall be filed annually, such report to include all pertinent data for the Company.

b. Antidiscrimination:

- If Applicant and its Affiliates together have more than 1,000,000 telephone customers in California, Applicant shall satisfy the build-out requirements set forth in Public Utilities Code § 5890(b) & (e).
- ii. If Applicant and its Affiliates together have less than 1,000,000 telephone customers in California, Applicant shall satisfy any build-out requirements established pursuant in Public Utilities Code § 5890(c).
- c. Cross-subsidization: If Applicant or its Affiliates provide stand-alone, residential, primary-line basic telephone service, Applicant shall refrain from using any increase of the rate of this service to finance the cost of deploying a network to provide video service.
- d. "Affiliate," as referenced herein, means any company 5 per cent or more of whose outstanding securities are owned, controlled, or held with power to vote, directly or indirectly either by a state video franchise holder or any of its subsidiaries, or by that state video franchise holder's controlling corporation and/or any of its subsidiaries as well as any company in which the state video franchise holder, its controlling corporation, or any of the state video franchise holder's affiliates exert substantial control over the operation of the company and/or indirectly have substantial financial interests in the company exercised through means other than ownership.

6.	Applicant shall fulf	fill all othe	er requirements	imposed by	the Digital	Infrastructure	and Video	Competition
	Act.							

7.	AT&T California	Name of Ap	pplicant] is a single identifial	ble
	entity that is qualified to do business in California and has ver	rifiable assets.	This entity shall accept servi	ice
	of process, either directly or through an agent, and submit to the	he jurisdiction	of California courts.	

I swear or affirm that all of the statements and representations made in this Application are true and correct.

Exect P. W. Neely
Signature and title

Kenneth P. McNeely - President, AT&T California

Typed or printed name and title

AFFIDAVIT

State of California
County of SANFRANCISCO
Subscribed and sworn to (or affirmed) before me on this day of
20 , by, Kenneth P. McNeeLy personally known to me or
proved to me on the basis of satisfactory evidence to be the person(s) who appeared before me.
Seal
Signature