

March 27, 2017

Michael Morris
Video Franchising and Broadband Deployment Group
Communications Division
California Public Utilities Commission
505 Van Ness Avenue
San Francisco, CA 94102

RECEIVED
CALIFORNIA PUBLIC UTILITIES COMMISSION
2017 MAR 23 PM 1:25
COMMUNICATIONS DIVISION
DIRECTOR'S OFFICE

Re: Giggle Fiber, LLC Amended Franchise Application

Dear Mr. Morris:

Enclosed, please find the original and one hard copy of an application by Giggle Fiber, LLC (the "Company") to amend its franchise, along with a CD-ROM containing supporting documentation. We are serving complete copies of the application by overnight delivery on the Cities of Covina, Duarte, El Monte, and Irvine, addressed to appropriate contacts, who are listed on the template included on the CD-ROM.

Further to prior discussions, we are confirming that the Company's channel lineup includes PEG channels as requested by affected municipalities and that PEG capacity will continue to be available in accordance with applicable law.

In addition, the Company acknowledges that it must assign a fair value to its "free" programming and remit franchise fees to affected municipalities based on an allocation of revenues reflecting the value of the programming. The Company has communicated with all affected municipalities regarding these fees. It has previously reached agreement with one city on the appropriate value and allocation and has paid and continues to pay franchise fees to this city in accordance with this agreement. The Company will likewise report and remit franchise fees at the rate specified by DIVCA to all other affected municipalities in which the Company furnishes programming, based on the fair value of such programming.

Finally, the Company confirms that it will report and pay the CPUC statewide franchise fee on the same basis.

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Please advise if you have any questions or if any further information is required in connection with the attached application.

Very truly yours,

A handwritten signature in blue ink, consisting of a large, stylized initial 'J' followed by a horizontal line that ends in a small wave.

John L. Clark

Enclosures

cc: Glenn Semow; Cities of Covina, Duarte, El Monte, Irvine (via overnight delivery)

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