

ORDINANCE NO. _____

AN ORDINANCE PROVIDING FOR THE ADOPTION OF A WASTEWATER SALES TAX FUND DEPARTMENT BUDGET FOR THE CITY OF SHERWOOD, ARKANSAS, FOR THE TWELVE MONTH PERIOD BEGINNING JANUARY 1, 2016, AND ENDING DECEMBER 31, 2016; APPROPRIATING MONEY FOR EACH AND EVERY ITEM OF EXPENDITURE THEREIN PROVIDED FOR; DECLARING AN EMERGENCY; AND FOR OTHER PURPOSES.

WHEREAS, Section 2 of Act No. 1959 provides that the City Council shall adopt an annual Wastewater Sales Tax Fund Budget for the operating of the City for the calendar year; and

WHEREAS, it is the opinion of the City Council that the schedules and exhibits of the final information prepared, as well as the expenditures for the calendar year, appear to be accurate as possible for budgetary purposes;

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF SHERWOOD, ARKANSAS, THAT:

Section 1. This ordinance shall be known as the Wastewater Sales Tax Fund Budget Ordinance for the City of Sherwood, Arkansas, for the twelve (12) month period beginning January 1, 2016, and ending December 31, 2016, reflecting estimated revenues and expenditures. The revenues therein are estimated to be **\$378,000.00** and the expenditures therein are estimated to be **\$378,000.00** and are subject to change, and all appropriations are calculated on said available revenues, a summary of which is attached and made a part of this ordinance.

Section 2. The respective amounts of funds for each and every item or class therein proposed for 2016 are hereby approved by the City Council of Sherwood, Arkansas, and are hereby authorized and appropriated for the purposes therein set forth for the calendar year ending December 31, 2016.

Section 3. The appropriation was prepared by reason of the fact that the City of Sherwood adopts an annual Wastewater Sales Tax Fund Budget beginning January 1, and ending December 31, of each year in order to operate the City Government.

Section 4. All ordinances or parts of ordinances in conflict herewith are hereby repealed.

Section 5. If any part or parts of this ordinance are declared void or unconstitutional for any reason, it shall not affect the remaining parts of this ordinance.

Section 6. Now, therefore, an emergency is hereby declared to exist; and this ordinance, being necessary for the preservation of public peace, health, and safety, shall take effect and be in force immediately upon its passage and approval.

ADOPTED on this ___ day of _____ 2015.

Virginia R. Young, Mayor

ATTEST:

Angela Nicholson, City Clerk

APPROVED AS TO FORM:

Stephen Cobb, City Attorney

	A	B	C	D	E	F
1			CITY OF SHERWOOD, ARKANSAS			
2			1% SALES TAX			
3			2016 ESTIMATED REVENUE WORKSHEET			
4						
5		REVENUE	ACTUAL	ESTIMATED	BUDGET	ESTIMATED
6			2014	2015	2015	2016
7						
8	506	INTEREST EARNED	13,781	7,000	18,000	7,000
9		RESERVE FUNDS USED	-	-	360,000	371,000
10		AVAILABLE FUND RESERVES	-	-	-	-
11						
12		TOTAL 1% SALES TAX REVENUE	13,781	7,000	378,000	378,000
13						
14						
15		DISBURSEMENTS	ACTUAL	ESTIMATED	BUDGET	ESTIMATED
16			2014	2015	2015	2016
17						
18	233	SEWER IMPROVEMENTS	1,053,075	90,000	-	-
19	672	ENGINEERING FEES	461,807	260,000	200,000	200,000
20	751	SEWER STUDY	-	75,000	75,000	75,000
21	758	1977A SEWER BOND PAYMENT	102,815	103,000	103,000	103,000
22	764	MANHOLE REPAIR	132,083	-	-	-
23	767	TREATMENT PLANT IMPROV	572,691	5,000	-	-
24						
25		RESERVES	-	-	-	-
26						
27		TOTAL DISBURSEMENTS	2,322,471	533,000	378,000	378,000
28						
29		AVAILABLE RESERVE FUNDS				

ORDINANCE NO. _____

AN ORDINANCE PROVIDING FOR THE ADOPTION OF A DEPARTMENTAL DONATION FUND BUDGET FOR THE CITY OF SHERWOOD, ARKANSAS, FOR THE TWELVE MONTH PERIOD BEGINNING JANUARY 1, 2016, AND ENDING DECEMBER 31, 2016; APPROPRIATING MONEY FOR EACH AND EVERY ITEM OF EXPENDITURE THEREIN PROVIDED FOR; DECLARING AN EMERGENCY; AND FOR OTHER PURPOSES.

WHEREAS, Section 2 of Act No. 1959 provides that the City Council shall adopt an annual Departmental Donation Fund Budget for the operating of the City for the calendar year; and

WHEREAS, it is the opinion of the City Council that the schedules and exhibits of the final information prepared, as well as the expenditures for the calendar year, appear to be accurate as possible for budgetary purposes;

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF SHERWOOD, ARKANSAS, THAT:

Section 1. This ordinance shall be known as the Departmental Donation Fund Budget Ordinance for the City of Sherwood, Arkansas, for the twelve (12) month period beginning January 1, 2016, and ending December 31, 2016, reflecting estimated revenues and expenditures. The revenues therein are estimated to be **\$121,000.00** and the expenditures therein are estimated to be **\$121,000.00** and are subject to change, and all appropriations are calculated on said available revenues, a summary of which is attached and made a part of this ordinance.

Section 2. The respective amounts of funds for each and every item or class therein proposed for 2016 are hereby approved by the City Council of Sherwood, Arkansas, and are hereby authorized and appropriated for the purposes therein set forth for the calendar year ending December 31, 2016.

Section 3. The appropriation was prepared by reason of the fact that the City of Sherwood adopts an annual Departmental Donation Fund Budget beginning January 1, and ending December 31, of each year in order to operate the City Government.

Section 4. All ordinances or parts of ordinances in conflict herewith are hereby repealed.

Section 5. If any part or parts of this ordinance are declared void or unconstitutional for any reason, it shall not affect the remaining parts of this ordinance.

Section 6. Now, therefore, an emergency is hereby declared to exist; and this ordinance, being necessary for the preservation of public peace, health, and safety, shall take effect and be in force immediately upon its passage and approval.

ADOPTED on this ___ day of _____ 2015.

Virginia R. Young, Mayor

ATTEST:

Angela Nicholson, City Clerk

APPROVED AS TO FORM:

Stephen Cobb, City Attorney

	A	B	C	D	E
1			CITY OF SHERWOOD, ARKANSAS		
2			DEPARTMENT DONATION		
3			2016 ESTIMATED REVENUE WORKSHEET		
4					
5		REVENUE	ESTIMATED	BUDGET	ESTIMATED
6			<u>2015</u>	<u>2015</u>	<u>2016</u>
7					
8	53320-020	DEPARTMENTAL DONATION	125,650	125,650	121,000
9		INCOME	-	-	-
10			-	-	-
11					
12		TOTAL DEPT DONATION REV	125,650	125,650	121,000
13					
14					
15		DISBURSEMENTS	ESTIMATED	BUDGET	ESTIMATED
16			<u>2015</u>	<u>2015</u>	<u>2016</u>
17					
18	71000-020	SUPPLIES & OTHER EXPENSES	125,650	125,650	121,000
19					
20					
21					
22					
23					
24					
25			-	-	-
26					
27		TOTAL DISBURSEMENTS	125,650	125,650	121,000

ORDINANCE NO. _____

AN ORDINANCE PROVIDING FOR THE ADOPTION OF A COURT AUTOMATION FUND DEPARTMENT BUDGET FOR THE CITY OF SHERWOOD, ARKANSAS, FOR THE TWELVE MONTH PERIOD BEGINNING JANUARY 1, 2016, AND ENDING DECEMBER 31, 2016; APPROPRIATING MONEY FOR EACH AND EVERY ITEM OF EXPENDITURE THEREIN PROVIDED FOR; DECLARING AN EMERGENCY; AND FOR OTHER PURPOSES.

WHEREAS, Section 2 of Act No. 1959 provides that the City Council shall adopt an annual Court Automation Fund Budget for the operating of the City for the calendar year; and

WHEREAS, it is the opinion of the City Council that the schedules and exhibits of the final information prepared, as well as the expenditures for the calendar year, appear to be accurate as possible for budgetary purposes;

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF SHERWOOD, ARKANSAS, THAT:

Section 1. This ordinance shall be known as the Court Automation Fund Budget Ordinance for the City of Sherwood, Arkansas, for the twelve (12) month period beginning January 1, 2016, and ending December 31, 2016, reflecting estimated revenues and expenditures. The revenues therein are estimated to be **\$625,000.00** and the expenditures therein are estimated to be **\$625,000.00** and are subject to change, and all appropriations are calculated on said available revenues, a summary of which is attached and made a part of this ordinance.

Section 2. The respective amounts of funds for each and every item or class therein proposed for 2016 are hereby approved by the City Council of Sherwood, Arkansas, and are hereby authorized and appropriated for the purposes therein set forth for the calendar year ending December 31, 2016.

Section 3. The appropriation was prepared by reason of the fact that the City of Sherwood adopts an annual Court Automation Fund Budget beginning January 1, and ending December 31, of each year in order to operate the City Government.

Section 4. All ordinances or parts of ordinances in conflict herewith are hereby repealed.

Section 5. If any part or parts of this ordinance are declared void or unconstitutional for any reason, it shall not affect the remaining parts of this ordinance.

Section 6. Now, therefore, an emergency is hereby declared to exist; and this ordinance, being necessary for the preservation of public peace, health, and safety, shall take effect and be in force immediately upon its passage and approval.

ADOPTED on this ___ day of _____ 2015.

Virginia R. Young, Mayor

ATTEST:

Angela Nicholson, City Clerk

APPROVED AS TO FORM:

Stephen Cobb, City Attorney

	A	B	C	D	E
1			CITY OF SHERWOOD, ARKANSAS		
2			COURT AUTOMATION		
3			2016 ESTIMATED REVENUE WORKSHEET		
4					
5		REVENUE	ESTIMATED	BUDGET	ESTIMATED
6			<u>2015</u>	<u>2015</u>	<u>2016</u>
7					
8	1-11132-014	COURT AUTOMATION	585,000	585,000	625,000
9		INCOME	-	-	-
10			-	-	-
11					
12		TOTAL COURT AUTOMATION	585,000	585,000	625,000
13					
14					
15		DISBURSEMENTS	ESTIMATED	BUDGET	ESTIMATED
16			<u>2015</u>	<u>2015</u>	<u>2016</u>
17					
18	1-71005-004	SOFTWARE/MAINT FEE	50,658	50,658	50,658
19	1-71000-014	SUPPLIES/OTHER EXPENSE	534,342	534,342	574,342
20					
21					
22					
23					
24					
25			-	-	-
26					
27		TOTAL DISBURSEMENTS	585,000	585,000	625,000

ORDINANCE NO. _____

AN ORDINANCE PROVIDING FOR THE ADOPTION OF A DRUG FUND DEPARTMENT BUDGET FOR THE CITY OF SHERWOOD, ARKANSAS, FOR THE TWELVE MONTH PERIOD BEGINNING JANUARY 1, 2016, AND ENDING DECEMBER 31, 2016; APPROPRIATING MONEY FOR EACH AND EVERY ITEM OF EXPENDITURE THEREIN PROVIDED FOR; DECLARING AN EMERGENCY; AND FOR OTHER PURPOSES.

WHEREAS, Section 2 of Act No. 1959 provides that the City Council shall adopt an annual Drug Fund Budget for the operating of the City for the calendar year; and

WHEREAS, it is the opinion of the City Council that the schedules and exhibits of the final information prepared, as well as the expenditures for the calendar year, appear to be accurate as possible for budgetary purposes;

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF SHERWOOD, ARKANSAS, THAT:

Section 1. This ordinance shall be known as the Drug Fund Budget Ordinance for the City of Sherwood, Arkansas, for the twelve (12) month period beginning January 1, 2016, and ending December 31, 2016, reflecting estimated revenues and expenditures. The revenues therein are estimated to be **\$13,518.00** and the expenditures therein are estimated to be **\$13,518.00** and are subject to change, and all appropriations are calculated on said available revenues, a summary of which is attached and made a part of this ordinance.

Section 2. The respective amounts of funds for each and every item or class therein proposed for 2016 are hereby approved by the City Council of Sherwood, Arkansas, and are hereby authorized and appropriated for the purposes therein set forth for the calendar year ending December 31, 2016.

Section 3. The appropriation was prepared by reason of the fact that the City of Sherwood adopts an annual Drug Fund Budget beginning January 1, and ending December 31, of each year in order to operate the City Government.

Section 4. All ordinances or parts of ordinances in conflict herewith are hereby repealed.

Section 5. If any part or parts of this ordinance are declared void or unconstitutional for any reason, it shall not affect the remaining parts of this ordinance.

Section 6. Now, therefore, an emergency is hereby declared to exist; and this ordinance, being necessary for the preservation of public peace, health, and safety, shall take effect and be in force immediately upon its passage and approval.

ADOPTED on this ___ day of _____ 2015.

Virginia R. Young, Mayor

ATTEST:

Angela Nicholson, City Clerk

APPROVED AS TO FORM:

Stephen Cobb, City Attorney

	A	B	C	D	E
1			CITY OF SHERWOOD, ARKANSAS		
2			DRUG FUND		
3			2016 ESTIMATED REVENUE WORKSHEET		
4					
5		REVENUE	ESTIMATED	BUDGET	ESTIMATED
6			<u>2015</u>	<u>2015</u>	<u>2016</u>
7					
8	55305-008	REVENUE (DRUG SEIZURE	22,398	22,398	13,518
9		MONEY)	-	-	-
10			-	-	-
11					
12		TOTAL DRUG FUND	22,398	22,398	13,518
13					
14					
15		DISBURSEMENTS	ESTIMATED	BUDGET	ESTIMATED
16			<u>2015</u>	<u>2015</u>	<u>2016</u>
17					
18	71000-008	SUPPLIES/OTHER EXPENSE	11,199	11,199	7,518
19	79000-008	CAPITAL DISBURSEMENTS	11,199	11,199	6,000
20					
21					
22					
23					
24					
25			-	-	-
26					
27		TOTAL DISBURSEMENTS	22,398	22,398	13,518

ORDINANCE NO. _____

AN ORDINANCE PROVIDING FOR THE ADOPTION OF A FEDERAL DRUG FUND DEPARTMENT BUDGET FOR THE CITY OF SHERWOOD, ARKANSAS, FOR THE TWELVE MONTH PERIOD BEGINNING JANUARY 1, 2016, AND ENDING DECEMBER 31, 2016; APPROPRIATING MONEY FOR EACH AND EVERY ITEM OF EXPENDITURE THEREIN PROVIDED FOR; DECLARING AN EMERGENCY; AND FOR OTHER PURPOSES.

WHEREAS, Section 2 of Act No. 1959 provides that the City Council shall adopt an annual Federal Drug Fund Budget for the operating of the City for the calendar year; and

WHEREAS, it is the opinion of the City Council that the schedules and exhibits of the final information prepared, as well as the expenditures for the calendar year, appear to be accurate as possible for budgetary purposes;

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF SHERWOOD, ARKANSAS, THAT:

Section 1. This ordinance shall be known as the Federal Drug Fund Budget Ordinance for the City of Sherwood, Arkansas, for the twelve (12) month period beginning January 1, 2016, and ending December 31, 2016, reflecting estimated revenues and expenditures. The revenues therein are estimated to be **\$4,997.00** and the expenditures therein are estimated to be **\$4,997.00** and are subject to change, and all appropriations are calculated on said available revenues, a summary of which is attached and made a part of this ordinance.

Section 2. The respective amounts of funds for each and every item or class therein proposed for 2016 are hereby approved by the City Council of Sherwood, Arkansas, and are hereby authorized and appropriated for the purposes therein set forth for the calendar year ending December 31, 2016.

Section 3. The appropriation was prepared by reason of the fact that the City of Sherwood adopts an annual Federal Drug Fund Budget beginning January 1, and ending December 31, of each year in order to operate the City Government.

Section 4. All ordinances or parts of ordinances in conflict herewith are hereby repealed.

Section 5. If any part or parts of this ordinance are declared void or unconstitutional for any reason, it shall not affect the remaining parts of this ordinance.

Section 6. Now, therefore, an emergency is hereby declared to exist; and this ordinance, being necessary for the preservation of public peace, health, and safety, shall take effect and be in force immediately upon its passage and approval.

ADOPTED on this ____ day of _____ 2015.

Virginia R. Young, Mayor

ATTEST:

Angela Nicholson, City Clerk

APPROVED AS TO FORM:

Stephen Cobb, City Attorney

	A	B	C	D	E
1			CITY OF SHERWOOD, ARKANSAS		
2			FEDERAL DRUG FUND		
3			2016 ESTIMATED REVENUE WORKSHEET		
4					
5		REVENUE	ESTIMATED	BUDGET	ESTIMATED
6			2015	2015	2016
7					
8	53347-018	REVENUE (DRUG SEIZURE	4,680	4,680	4,997
9		MONEY)	-	-	-
10			-	-	-
11					
12		TOTAL FEDERAL DRUG FUND	4,680	4,680	4,997
13					
14					
15		DISBURSEMENTS	ESTIMATED	BUDGET	ESTIMATED
16			2015	2015	2016
17					
18	71000-018	SUPPLIES/OTHER EXPENSE	4,680	4,680	997
19	79000-018	CAPITAL DISBURSEMENTS	-	-	4,000
20					
21					
22					
23					
24					
25			-	-	-
26					
27		TOTAL DISBURSEMENTS	4,680	4,680	4,997

ORDINANCE NO. _____

AN ORDINANCE PROVIDING FOR THE ADOPTION OF A FRANCHISE FUND DEPARTMENT BUDGET FOR THE CITY OF SHERWOOD, ARKANSAS, FOR THE TWELVE MONTH PERIOD BEGINNING JANUARY 1, 2016, AND ENDING DECEMBER 31, 2016; APPROPRIATING MONEY FOR EACH AND EVERY ITEM OF EXPENDITURE THEREIN PROVIDED FOR; DECLARING AN EMERGENCY; AND FOR OTHER PURPOSES.

WHEREAS, Section 2 of Act No. 1959 provides that the City Council shall adopt an annual Franchise Fund Budget for the operating of the City for the calendar year; and

WHEREAS, it is the opinion of the City Council that the schedules and exhibits of the final information prepared, as well as the expenditures for the calendar year, appear to be accurate as possible for budgetary purposes;

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF SHERWOOD, ARKANSAS, THAT:

Section 1. This ordinance shall be known as the Franchise Fund Budget Ordinance for the City of Sherwood, Arkansas, for the twelve (12) month period beginning January 1, 2016, and ending December 31, 2016, reflecting estimated revenues and expenditures. The revenues therein are estimated to be **\$2,143,800.00** and the expenditures therein are estimated to be **\$2,143,800.00** and are subject to change, and all appropriations are calculated on said available revenues, a summary of which is attached and made a part of this ordinance.

Section 2. The respective amounts of funds for each and every item or class therein proposed for 2016 are hereby approved by the City Council of Sherwood, Arkansas, and are hereby authorized and appropriated for the purposes therein set forth for the calendar year ending December 31, 2016.

Section 3. The appropriation was prepared by reason of the fact that the City of Sherwood adopts an annual Franchise Fund Budget beginning January 1, and ending December 31, of each year in order to operate the City Government.

Section 4. All ordinances or parts of ordinances in conflict herewith are hereby repealed.

Section 5. If any part or parts of this ordinance are declared void or unconstitutional for any reason, it shall not affect the remaining parts of this ordinance.

Section 6. Now, therefore, an emergency is hereby declared to exist; and this ordinance, being necessary for the preservation of public peace, health, and safety, shall take effect and be in force immediately upon its passage and approval.

ADOPTED on this ____ day of _____ 2015.

Virginia R. Young, Mayor

ATTEST:

Angela Nicholson, City Clerk

APPROVED AS TO FORM:

Stephen Cobb, City Attorney

	A	B	C	D	E
1			CITY OF SHERWOOD, ARKANSAS		
2			FRANCHISE FUND		
3			2016 ESTIMATED REVENUE WORKSHEET		
4					
5		REVENUE	ESTIMATED	BUDGET	ESTIMATED
6			<u>2015</u>	<u>2015</u>	<u>2016</u>
7					
8	51304-022	FRANCHISE FUND REVENUE	2,141,827	2,141,827	2,143,800
9			-	-	-
10			-	-	-
11					
12		TOTAL FRANCHISE FUND	2,141,827	2,141,827	2,143,800
13					
14					
15		DISBURSEMENTS	ESTIMATED	BUDGET	ESTIMATED
16			<u>2015</u>	<u>2015</u>	<u>2016</u>
17					
18	71200-022	GREENS @ NHP LEASE PMTS	441,827	441,827	443,800
19	51304-022	TRANSFER TO GENERAL FUND	1,700,000	1,700,000	1,700,000
20					
21					
22					
23					
24					
25			-	-	-
26					
27		TOTAL DISBURSEMENTS	2,141,827	2,141,827	2,143,800

RESOLUTION NO. _____

A RESOLUTION MOVING THE DECEMBER 2015, SHERWOOD CITY COUNCIL MEETING FROM THE FOURTH MONDAY TO THE THIRD MONDAY OF THE MONTH

Be it resolved by the Sherwood City Council;

The Regular meeting of the Sherwood City Council is moved to Monday, December 21, 2015, to avoid a meeting date that falls around the Christmas holiday.

ADOPTED on this ____ day of **November 2015**.

Virginia R. Young, Mayor

ATTEST:

Angela Nicholson, City Clerk

APPROVED AS TO FORM:

Stephen Cobb, City Attorney

RESOLUTION NO. _____

**A RESOLUTION APPROVING THE SETTLEMENT OF THE COMCAST
AUDIT AND APPROVAL OF THE NEW FRANCHISE AGREEMENT**

WHEREAS; The City of Sherwood, Arkansas, obtained an audit of Comcast payments to the City, and the audit revealed monies owed to the City, and

WHEREAS; Comcast presented an offer to the City to include a compromised payment, a new franchise agreement and a requirement that the City conduct similar audits of Comcast competitors, and

WHEREAS; The City offered a counter-proposal wherein the City would agree to the compromised amount of payment and new franchise agreement but declined the required competitor audit, and whereas Comcast has agreed to those terms.

**NOW THEREFORE BE IT RESOLVED BY THE CITY COUNCIL OF
SHERWOOD, ARKANSAS**

Section 1. The Mayor is authorized to execute approval of the settlement agreement between the City and Comcast.

Section 2. The Mayor is authorized to execute the new Comcast Franchise Agreement of behalf of the City.

ADOPTED on this ___ day of **November 2015**.

Virginia R. Young, Mayor

ATTEST:

Angela Nicholson, City Clerk

APPROVED AS TO FORM:

Stephen Cobb, City Attorney

SETTLEMENT AGREEMENT AND RELEASE

THIS SETTLEMENT AGREEMENT AND RELEASE (this "Agreement") is made and executed as of the ____ day of _____, 2015 (the "Effective Date"), by and between the City of Sherwood, Arkansas (the "City") and Comcast of Arkansas, Inc., formerly known as Comcast Cablevision of Arkansas, Inc. ("Comcast"). The City and Comcast agree as follows:

1. Within thirty (30) days of execution by both parties of this Agreement and a new Franchise Agreement for the provision of cable services within the City of Sherwood, and in full satisfaction of any amounts that may be due and owing to the City arising from Comcast's payment of franchise fees or any amounts due to the City under the parties' December 12, 2000 Franchise Agreement, whether known or unknown, through the Effective Date, Comcast will pay to the City the sum of Thirty-Four Thousand Two Hundred Dollars (\$34,200.00). The City acknowledges that Comcast has the right to pass this settlement amount through to subscribers in the City of Sherwood, Arkansas.
2. The City and its subdivisions, departments, agencies, affiliates, successors, and assigns (collectively, the "Releasors"), hereby release and forever discharge Comcast, its parents, subsidiaries, and affiliates, and their respective officers, directors, partners, principals, employees, agents, representatives, successors, and assigns (collectively, the "Releasees"), of and from any and all debts, demands, actions, causes of action, manner of actions, suits, accounts, dues, covenants, agreements, judgments, controversies, damages, and any and all claims, demands, and liabilities of any nature whatsoever, both at law and in equity, whether known or unknown, which the Releasors, or any of them, have as of the date hereof, may ever have had or hereafter may have against Releasees, or any of them, including, but not limited to, matters, dealings or transactions related to or arising out of the parties' December 12, 2000 Franchise Agreement through the Effective Date.
3. This Agreement is the product of negotiations between the parties in resolution of a dispute. This Agreement is not, and shall not be deemed to be, an admission or acknowledgment of any liability on the part of either party with respect to the subject matter hereof.
4. This Agreement is the entire agreement between the parties relating to the subject matter hereof and there are no other terms, obligations, covenants, representations, statements or conditions, oral or otherwise, of any kind whatsoever.
5. This Agreement shall not be subject to any claim of mistake of fact, fraud, duress or deception, and the parties hereto expressly waive any and all such claims.

[SIGNATURES ON NEXT PAGE]

AGREED TO AND ACKNOWLEDGED BY:

City of Sherwood, Arkansas

By: _____

Its: _____

Date: _____

Comcast of Arkansas, Inc.

By: _____

Its: _____

Date: _____

Franchise Agreement

between the

City of Sherwood, Arkansas

and

Comcast of Arkansas, Inc.

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AGREEMENT

This **AGREEMENT** is effective as of the ____ day of _____, 2015 (the "Effective Date"), and is between the City of Sherwood, Arkansas, an incorporated Arkansas city (the "Franchising Authority" or the "City"), and Comcast of Arkansas, Inc., whose principal place of business is located at ~~2925 Courtyards Drive~~6200 The Corners Parkway, Suite 200, Norcross, Georgia 3009274 (the "Company"). For purposes of this Agreement, unless otherwise defined in this Agreement, the capitalized terms, phrases, words, and their derivations, shall have the meanings set forth in Appendix A.

The Franchising Authority, having determined that the financial, legal, and technical ability of the Company is reasonably sufficient to provide the services, facilities, and equipment necessary to meet the current and future cable-related needs of the community and that, as of the Effective Date, the Company is in material compliance with the terms and conditions of the cable franchise preceding this Agreement, desires to enter into this Agreement with the Company for the construction, operation, and maintenance of a Cable System on the terms and conditions set forth herein. In consideration of the mutual covenants and agreements contained in this Agreement, and other good and valuable consideration, the receipt and sufficiency of which is hereby acknowledged, the parties hereby covenant and agree as follows:

SECTION 1 GRANT OF AUTHORITY

1.1 Grant of Franchise. The Franchising Authority hereby grants under the Cable Act a nonexclusive franchise (the "Franchise") to occupy and use the Streets within the Franchise Area in order to construct operate, maintain, upgrade, repair, and remove the Cable System, and provide Cable Services through the Cable System, subject to the terms and conditions of this Agreement. This Franchise authorizes Cable Service only, and it does not grant or prohibit the right(s) of the Company to provide other services.

1.2 Term of Franchise. This Franchise shall be in effect for a period of ten (10) years commencing on the Effective Date, unless renewed or lawfully terminated in accordance with this Agreement and the Cable Act.

1.3 Renewal. Subject to Section 626 of the Cable Act (47 U.S.C. § 546) and such terms and conditions as may lawfully be established by the Franchising Authority, the Franchising Authority reserves the right to grant or deny renewal of the Franchise.

1.4 Reservation of Authority. Nothing in this Agreement shall (i) abrogate the right of the Franchising Authority to perform any public works or public improvements of any description, (ii) be construed as a waiver of any codes or ordinances of the Franchising Authority or of the Franchising Authority's right to require the Company or any Person utilizing the Cable System to secure the appropriate permits or authorizations for its use, or (iii) be construed as a waiver or release of the rights of the Franchising Authority in and to the Streets. Notwithstanding the above, in the event of any conflict between this Agreement and any code or ordinance adopted by the Franchising Authority, the terms and conditions of this Agreement shall prevail.

1.5 Competitive Equity and Subsequent Action Provisions.

1.5.1 Purposes. The Company and the Franchising Authority acknowledge that there is increasing competition in the video marketplace among cable operators, direct broadcast satellite providers, telephone companies, broadband content providers, and others; new technologies are emerging that enable the provision of new and advanced services to City residents; and changes in the scope and application of the traditional regulatory framework governing the provision of Video Services are being considered in a variety of federal, state, and local venues. To foster an environment where all Cable Service Providers and Video Service Providers using the Streets can compete on a competitively neutral and nondiscriminatory basis; encourage the provision of new and advanced services to City residents; promote local communications infrastructure investments and economic opportunities in the City; and provide flexibility in the event of subsequent changes in the law, the Company and the Franchising Authority have agreed to the provisions in this Section 1.5, and these provisions should be interpreted and applied with these purposes in mind. The parties agree that the Franchising Authority shall not be required to execute a franchise agreement or authorization with a competitive CSP or VSP that is identical, word-for-word, with this Agreement to avoid triggering the provisions of this Section 1.5, so long as the regulatory and financial burdens on and benefits to each CSP or VSP are materially equivalent to the burdens on and benefits to the Company. "Materially equivalent" provisions include but are not limited to: franchise fees and the definition of Gross Revenues; system build-out requirements; security instruments; public, education and government access channels and support; customer service standards; and audits.

1.5.2 Fair Terms for All Providers. Notwithstanding any other provision of this Agreement or any other provision of law,

(a) If any VSP or CSP enters into any agreement with the Franchising Authority to provide Video Services or Cable Services to Subscribers in the Franchise Area, the Franchising Authority and the Company, upon written request of the Company, will use best efforts in good faith to negotiate the Company's proposed Franchise modifications, and such negotiation will proceed and conclude within sixty (60) days, unless that period is reduced or extended by mutual agreement of the parties. If the Franchising Authority and the Company agree to Franchise modifications pursuant to such negotiations, then the Franchising Authority shall amend this Agreement to include the modifications.

If there is no written agreement or other authorization between the new VSP or CSP and the Franchising Authority, the Company and the Franchising Authority shall use the sixty (60) day period to develop and enter into an agreement or other appropriate authorization (to the extent the Company determines an agreement or authorization is necessary) that to the maximum extent possible contains provisions that will ensure competitive equity between the Company and other VSPs or CSPs, taking into account the terms and conditions under which the new VSP or CSP is allowed to provide Video Services or Cable Services to Subscribers in the Franchise Area.

(b) Following the Franchise modification negotiations provided for in Section 1.5.2(a), if the Franchising Authority and the Company fail to reach agreement in such negotiations, the Company may, at its option, elect to replace this Agreement by opting in to the same franchise agreement or other lawful authorization that the Franchising Authority has granted to the new VSP or CSP. If the Company so elects, the Franchising Authority shall adopt the Company's replacement agreement at the next regularly scheduled city council meeting.

(c) The Franchising Authority shall at all times enforce the state and federal ban on providing Cable Service without a franchise. The Franchising Authority's enforcement efforts shall be continuous and diligent throughout the term of this Agreement. Should the Franchising Authority not commence enforcement efforts within sixty (60) days of becoming aware of a VSP or CSP providing Video Service or Cable Service within the Franchise Area, the Company shall have the right to petition the Franchising Authority for the relief provided in Section 1.5.2 above.

(d) This Section 1.5.2 shall not apply for VSPs or CSPs providing Video Service or Cable Service in the Franchise Area under the authorization of the Arkansas Video Service Act (A.C.A. § 23-19-201, *et seq.*).

1.5.3 Subsequent Change in Law. If there is a change in federal, state, or local law that provides for a new or alternative form of authorization, subsequent to the Effective Date, for a VSP or CSP utilizing the Streets to provide Video Services or Cable Services to Subscribers in the Franchise Area, or that otherwise changes the nature or extent of the obligations that the Franchising Authority may request from or impose on a VSP or CSP providing Video Services or Cable Services to Subscribers in the Franchise Area, the Franchising Authority agrees that, notwithstanding any other provision of law, upon the written request and at the option of the Company, the Franchising Authority shall: (i) permit the Company to provide Video Services or Cable Services to Subscribers in the Franchise Area on substantially the same terms and conditions as are applicable to a VSP or CSP under the changed law; (ii) modify this Agreement to comply with the changed law; or (iii) modify this Agreement to ensure competitive equity between the Company and other VSPs or CSPs, taking into account the conditions under which other VSPs or CSPs are permitted to provide Video Services or Cable Services to Subscribers in the Franchise Area. The Franchising Authority and the Company shall implement the provisions of this Section 1.5.3 within sixty (60) days after the Company submits a written request to the Franchising Authority. Should the Franchising Authority fail to implement these provisions within the time specified, this Agreement shall, at the Company's option and upon written notice to the Franchising Authority, be deemed amended as initially requested by the Company under this Section 1.5.3. Notwithstanding any provision of law that imposes a time or other limitation on the Company's ability to take advantage of the changed law's provisions, the Company may exercise its rights under this Section 1.5.3 at any time, but not sooner than thirty (30) days after the changed law goes into effect.

1.5.4 Effect on This Agreement. Any agreement, authorization, right, or determination to provide Cable Services or Video Services to Subscribers in the Franchise Area under this Section 1.5 shall supersede this Agreement.

SECTION 2 THE CABLE SYSTEM

2.1 The System and Its Operations.

2.1.1 Service Area. As of the Effective Date, the Company operates a Cable System within the Franchise Area.

2.1.2 System. As of the Effective Date, the Company maintains and operates a Cable System capable of providing over 250 Channels of Video Programming, which Channels may be delivered by analog, digital, or other transmission technologies, at the sole discretion of the Company.

2.1.3 System Technical Standards. Throughout the term of this Agreement, the Cable System shall be designed, maintained, and operated such that quality and reliability of System Signal will be in compliance with all applicable consumer electronics equipment compatibility standards, including but not limited to Section 624A of the Cable Act (47 U.S.C. § 544a) and 47 C.F.R. § 76.630, as may be amended from time to time.

2.1.4 Testing Procedures; Technical Performance. Throughout the term of this Agreement, the Company shall operate and maintain the Cable System in accordance with the testing procedures and the technical performance standards of the FCC.

2.2 Requirements with Respect to Work on the System.

2.2.1 General Requirements. The Company shall comply with ordinances, rules, and regulations established by the Franchising Authority pursuant to the lawful exercise of its police powers and generally applicable to all users of the Streets. To the extent that local ordinances, rules, or regulations clearly conflict with the terms and conditions of this Agreement, the terms and conditions of this Agreement shall prevail, except where such conflict arises from the Franchising Authority's lawful exercise of its police powers.

2.2.2 Protection of Underground Utilities. Both the Company and the Franchising Authority shall comply with the Arkansas Underground Facilities Damage Prevention Act (A.C.A. § 14-271-101, *et seq.*), relating to notification prior to excavation near underground utilities, as may be amended from time to time.

2.3 Permits and General Obligations.

2.3.1 The Company shall be responsible for obtaining all permits, licenses, or other forms of approval or authorization necessary to construct, operate, maintain, or repair the Cable System, or any part thereof, prior to the commencement of any such activity. The Franchising Authority shall not charge the Company, and the Company shall not be required to pay, any fee or charge for the issuance of permits, licenses, or other

approvals, as such payments are included in the franchise fees described in Section 4 below. The issuance of permits, licenses, or other approvals shall not be unreasonably delayed or withheld by the Franchising Authority. Construction, installation, and maintenance of the Cable System shall be performed in a safe, thorough, and reliable manner using materials of good and durable quality. All transmission and distribution structures, poles, other lines, and equipment installed by the Company for use in the Cable System in accordance with this Agreement shall be located so as to minimize interference with the proper use of the Streets and the rights and reasonable convenience of property owners who own property adjoining the Streets.

2.3.2 Code Compliance. The Company shall comply with all applicable building, safety, and construction codes. The parties agree that at present, Cable Systems are not subject to the low voltage regulations of the National Electric Code, National Electrical Safety Code, or other such codes or regulations. In the event that the applicable codes are revised such that Cable Systems become subject to low voltage regulations without being grandfathered or otherwise exempted, the Company will thereafter be required to comply with those regulations.

2.4 Conditions on Street Occupancy.

2.4.1 New Grades or Lines. If the grades or lines of any Street within the Franchise Area are lawfully changed at any time during the term of this Agreement, then the Company shall, upon at least ninety (90) days' advance written notice from the Franchising Authority and at its own cost and expense, protect or promptly alter or relocate the Cable System, or any part thereof, so as to conform with the new grades or lines. If public funds are available to any Person using the Street for the purpose of defraying the cost of any of the foregoing work, the Franchising Authority shall make application for such funds on behalf of the Company. The Company shall be entitled to reimbursement of its costs should any other utility be so compensated as a result of a required protection, alteration, or relocation of its facilities. Notwithstanding the above, the Company shall not be liable for the cost of protecting, altering, or relocating facilities, aerial or underground, where such work is required to accommodate a streetscape, sidewalk, or private development project.

2.4.2 Relocation at Request of Third Party. The Company shall, upon reasonable prior written request of any Person holding a permit issued by the Franchising Authority to move any structure, temporarily move its wires to permit the moving of such structure; provided (i) the Company may impose a reasonable charge on any Person for the movement of its wires, and such charge may be required to be paid in advance of the movement of its wires; and (ii) the Company agrees to arrange for such temporary relocation to be accomplished as soon as reasonably practicable, not to exceed ninety (90) days without the prior agreement of the Franchising Authority.

2.4.3 Restoration of Streets. If in connection with construction, operation, maintenance, or repair of the Cable System, the Company disturbs, alters, or damages any Street, the Company agrees that it shall at its own cost and expense restore the Street according to the standards set forth in the Arkansas State Highway Commission's Utility

Accommodation Policy. If the Franchising Authority reasonably believes that the Company has not restored the Street appropriately, then the Franchising Authority, after providing ten (10) business days' advance written notice and a reasonable opportunity to cure, may have the Street restored and bill the Company for the cost of restoration.

2.4.4 Trimming of Trees and Shrubbery. The Company shall have the authority to trim trees or other natural growth overhanging any of its Cable System in the Franchise Area so as to prevent contact with the Company's wires, cables, or other equipment, the cost of which trimming shall not be borne by the Franchising Authority.

2.4.5 Aerial and Underground Construction. If at the time of Cable System construction all of the transmission and distribution facilities of all of the respective public or municipal utilities in the construction area are underground, the Company shall place its Cable System's transmission and distribution facilities underground. At the time of Cable System construction, in any place within the Franchise Area where the transmission or distribution facilities of the respective public or municipal utilities are both aerial and underground, the Company shall have the discretion to construct, operate, and maintain all of its transmission and distribution facilities, or any part thereof, aerially or underground; however, at such time as all existing aerial facilities of the respective public or municipal utilities are placed underground, the Company shall likewise place its facilities underground, subject to the provisions of Section 2.4.1. Company facilities placed underground at the property owner's request in any area where any of the transmission or distribution facilities of the respective public or municipal utilities are aerial shall be installed with the additional expense paid by the property owner. Nothing in this Section 2.4.5 shall be construed to require the Company to construct, operate, or maintain underground any ground-mounted appurtenances such as customer taps, line extenders, system passive devices, amplifiers, power supplies, pedestals, or other related equipment.

2.4.6 Use of Existing Poles. Where possible, the Company shall attach its facilities to existing utility poles and shall use all reasonable efforts to enter into a pole attachment agreement with the owners of such existing utility poles.

2.5 Change in Franchise Area. In the event that the borders of the Franchise Area change, through annexation or otherwise, the Franchising Authority shall provide to the Company written notice of such change, including an updated map and an electronic list of all addresses in the Franchise Area. The Company shall not be required to pay franchise fees on gross revenues earned from Subscribers in annexed areas until sixty (60) days after receiving such notice.

SECTION 3 CUSTOMER SERVICE

Customer Service. The Company shall comply in all respects with the requirements set forth in Appendix B. Individual violations of those requirements do not constitute a breach of this Agreement.

SECTION 4
COMPENSATION AND OTHER PAYMENTS

4.1 Compensation to the Franchising Authority. As compensation for the Franchise, the Company shall pay or cause to be paid to the Franchising Authority the amounts set forth in this Section 4.1.

4.1.1 Franchise Fees—Amount. The Company shall pay to the Franchising Authority franchise fees in an amount equal to five percent (5%) of Gross Revenues derived from the operation of the Cable System to provide Cable Services in the Franchise Area.

4.1.2 Franchise Fees—Payment. Payments of franchise fees shall be made on a quarterly basis and shall be remitted not later than thirty (30) days after the last day of March, June, September, and December throughout the term of this Agreement.

4.1.3 Company to Submit Franchise Fee Report. The Company shall submit to the Franchising Authority, not later than thirty (30) days after the last day of March, June, September, and December throughout the term of this Agreement, a report setting forth the basis for the computation of Gross Revenues on which the quarterly payment of franchise fees is being made, which report shall enumerate, at a minimum, the following revenue categories: limited and expanded basic video service, digital video service, premium video service, pay-per-view and video-on-demand, equipment, installation and activation, franchise fees, guide, late fees, ad sales, home shopping commissions, and bad debt.

4.1.4 Franchise Fee Payments Subject to Audit; Remedy for Underpayment. No acceptance of any franchise fee payment by the Franchising Authority shall be construed as an accord and satisfaction that the amount paid is in fact the correct amount or a release of any claim that the Franchising Authority may have for further or additional sums payable under this Agreement. The Franchising Authority may conduct an audit no more than once annually to ensure payments in accordance with this Agreement. The audit of the Company's records shall take place at a location, in the State of Arkansas, determined by the Company. The Franchising Authority is prohibited from removing any records, files, spreadsheets, or any other documents from the site of the audit. In the event that the Franchising Authority takes notes of any documents, records, or files of the Company for use in the preparation of an audit report, all notes shall be returned to the Company upon completion of the audit. The audit period shall be limited to three (3) years preceding the end of the quarter of the most recent payment. Once the Company has provided information for an audit with respect to any period, regardless of whether the audit was completed, that period shall not again be the subject of any audit.

If, as a result of an audit or any other review, the Franchising Authority determines that the Company has underpaid franchise fees in any twelve (12) month period by ten percent (10%) or more, then, in addition to making full payment of the relevant obligation, the Company shall reimburse the Franchising Authority for all of the reasonable costs associated with the audit or review, including all reasonable out of pocket costs for attorneys, accountants, and other consultants. The Franchising Authority

shall provide the Company with a written notice of audit results and a copy of the final report presented to the Franchising Authority. The Company shall remit any undisputed amounts owed to the Franchising Authority as the result of the audit within forty-five (45) days, or other mutually acceptable timeframe, after the date of an executed settlement and release agreement.

4.2 Payments Not to Be Set Off Against Taxes or Vice Versa. The parties agree that the compensation and other payments to be made pursuant to this Section 4 are not a tax and are not in the nature of a tax. The Company and the Franchising Authority further agree that franchise fee payments required under Section 4.1.1 shall be in lieu of any permit fees, business license fees, and occupational license fees as are or may be required by the Franchising Authority. The Franchising Authority and the Company further agree that no additional taxes, licenses, fees, surcharges, or other assessments shall be assessed on the Company related to the provision of services or the operation of the Cable System, nor shall the Franchising Authority levy any other tax, license, fee, or assessment on the Company or its Subscribers that is not generally imposed and applicable to a majority of all other businesses.

4.3 Interest on Late Payments. If any payment required by this Agreement is not actually received by the Franchising Authority on or before the applicable date fixed in this Agreement, the Company shall pay interest thereon, from the due date to the date paid, at a rate of one percent (1%) per month.

4.4 Service to Governmental and Institutional Facilities.

4.4.1 Complimentary Installation and Service. The Company shall, within thirty (30) days of receipt of a written request by the Franchising Authority, provide complimentary standard installation and complimentary Basic Service on one outlet for each public primary or secondary school and public library located within the Franchise Area no more than one hundred twenty-five (125) feet from the nearest point of connection to the distribution plant. If a public primary or secondary school or public library within the Franchise Area is located more than one hundred twenty-five (125) feet from the nearest point of connection to the distribution plant, the Company shall, within thirty (30) days of receipt of a written request from the Franchising Authority, provide a written estimate for the cost of extending the distribution plant to the school or library, as well as any necessary interior wiring costs.

4.4.2 Government Discounts. The Company may provide a government discount rate if the Franchising Authority requests additional outlets at a public school or public library or requests Cable Service to any other government facility within the Franchise Area.

SECTION 5 COMPLIANCE REPORTS

5.1 Compliance. The Franchising Authority hereby acknowledges that as of the Effective Date, the Company is in material compliance with the terms and conditions of the cable franchise preceding this Agreement and all material laws, rules, and ordinances of the Franchising Authority.

5.2 Reports. Upon written request by the Franchising Authority and subject to Section 631 of the Cable Act, the Company shall promptly submit to the Franchising Authority such information as may be necessary to reasonably demonstrate the Company's compliance with any term or condition of this Agreement.

5.3 File for Public Inspection. Throughout the term of this Agreement, the Company shall maintain, in a file available for public inspection during normal business hours, those documents required pursuant to the FCC's rules and regulations.

5.4 Treatment of Proprietary Information. The Franchising Authority agrees to treat as confidential, to the maximum extent allowed under the Arkansas Freedom of Information Act (A.C.A. § 25-19-101, *et seq.*) or other applicable law, any requested documents submitted by the Company to the Franchising Authority that are labeled as "Confidential" or "Trade Secret" prior to submission. In the event that any documents submitted by the Company to the Franchising Authority are subject to a request for inspection or production, including but not limited to a request under the Arkansas Freedom of Information Act, the Franchising Authority shall notify the Company of the request as soon as practicable and in any case prior to the release of such information, by email or facsimile to the addresses provided in Section 9.6 of this Agreement, so that the Company may take appropriate steps to protect its interests in the requested records, including seeking an injunction against the release of the requested records. Upon receipt of said notice, the Company may review the requested records in the Franchising Authority's possession and designate as "Confidential" or "Trade Secret" any additional portions of the requested records that contain confidential or proprietary information.

5.5 Emergency Alert System. Company shall install and maintain an Emergency Alert System in the Franchise Area only as required under applicable federal and state laws. Additionally, the Franchising Authority shall permit only those Persons appropriately trained and authorized in accordance with applicable law to operate the Emergency Alert System equipment and shall take reasonable precautions to prevent any use of the Company's Cable System in any manner that results in inappropriate use thereof, or any loss or damage to the Cable System. The Company shall have no liability nor shall it be required to provide indemnification to the Franchising Authority for its use of the Emergency Alert System.

SECTION 6 ENFORCEMENT

6.1 Notice of Violation. If the Franchising Authority believes that the Company has not complied with the terms of this Agreement, the Franchising Authority shall first informally discuss the matter with the Company. If discussions do not lead to a resolution of the problem, the Franchising Authority shall notify the Company in writing of the nature of the alleged noncompliance ("Violation Notice").

6.2 Company's Right to Cure or Respond. The Company shall have thirty (30) days from the receipt of the Violation Notice, or any longer period specified by the Franchising Authority, to respond; cure the alleged noncompliance; or, if the alleged noncompliance, by its nature, cannot be cured within thirty (30) days, initiate reasonable steps to remedy the matter and provide the Franchising Authority a projected resolution date in writing.

6.3 Hearing. If the Company fails to respond to the Violation Notice received from the Franchising Authority, or the alleged noncompliance is not remedied within the cure period set forth above, the Franchising Authority's governing body shall schedule a hearing if it intends to continue its investigation into the matter. The Franchising Authority shall provide the Company at least thirty (30) days' prior written notice of the hearing, specifying the time, place, and purpose of the hearing. The Company shall have the right to present evidence and to question witnesses. The Franchising Authority shall determine if the Company has committed a violation and shall make written findings of fact relative to its determination. If a violation is found, the Company may petition for reconsideration before any competent tribunal having jurisdiction over such matters.

6.4 Enforcement. Subject to applicable federal and state law, if after the hearing provided for in Section 6.3, the Franchising Authority determines that the Company is in default of the provisions addressed in the Violation Notice, the Franchising Authority may

- (a) seek specific performance;
- (b) commence an action at law for monetary damages or seek other equitable relief; or
- (c) in the case of a substantial default of a material provision of this Agreement, seek to revoke the Franchise in accordance with subsection 6.5 below.

6.5 Revocation.

6.5.1 After the hearing and determination provided for in Section 6.3 and prior to the revocation or termination of the Franchise, the Franchising Authority shall give written notice to the Company of its intent to revoke the Franchise on the basis of an alleged substantial default of a material provision of this Agreement. The notice shall set forth the exact nature of the alleged default. The Company shall have thirty (30) days from receipt of such notice to submit its written objection to the Franchising Authority or to cure the alleged default. If the Franchising Authority is not satisfied with the Company's response, the Franchising Authority may seek to revoke the Franchise at a public hearing. The Company shall be given at least thirty (30) days' prior written notice of the public hearing, specifying the time and place of the hearing and stating the Franchising Authority's intent to revoke the Franchise.

6.5.2 At the public hearing, the Company shall be permitted to state its position on the matter, present evidence, and question witnesses, after which the Franchising Authority's governing board shall determine whether or not the Franchise shall be revoked. The public hearing shall be on the record and a written transcript shall be made available to the Company within ten (10) business days. The decision of the Franchising Authority's governing board shall be made in writing and shall be delivered to the Company. The Company may appeal such decision to an appropriate court, which shall have the power to review *de novo* the decision of the Franchising Authority's governing board. The Company may continue to operate the Cable System until all legal appeals procedures have been exhausted.

6.5.3 Notwithstanding the provisions of this Section 6, the Company does not waive any of its rights under federal law or regulation.

SECTION 7 ASSIGNMENTS AND OTHER TRANSFERS

The Franchise shall be fully transferable to any successor in interest to the Company. A notice of transfer shall be filed by the Company to the Franchising Authority within forty-five (45) days of such transfer. The transfer notification shall consist of an affidavit signed by an officer or general partner of the transferee that contains the following:

- (a) an affirmative declaration that the transferee shall comply with the terms and conditions of this Agreement, all applicable federal, state, and local laws, regulations, and ordinances regarding the placement and maintenance of facilities in any public right-of-way that are generally applicable to users of the public right-of-way and specifically including the Arkansas Underground Facilities Damage Prevention Act (A.C.A. § 14-271-101, et seq.);
- (b) a description of the transferee's service area; and
- (c) the location of the transferee's principal place of business and the name or names of the principal executive officer or officers of the transferee.

SECTION 8 INSURANCE AND INDEMNITY

8.1 Insurance.

8.1.1 Liability Insurance. Throughout the term of this Agreement, the Company shall, at its sole expense, maintain comprehensive general liability insurance, issued by a company licensed to do business in the State of Arkansas with a rating of not less than "A minus," and provide the Franchising Authority certificates of insurance demonstrating that the Company has obtained the insurance required in this Section 8.1.1. This liability insurance policy or policies shall be in the minimum amount of One Million Dollars (\$1,000,000.00) for bodily injury or death of any one person, One Million Dollars (\$1,000,000.00) for bodily injury or death of any two or more persons resulting from one occurrence, and One Million Dollars (\$1,000,000.00) for property damage resulting from any one accident. The policy or policies shall not be canceled except upon thirty (30) days' prior written notice of cancellation to the City.

8.1.2 Workers' Compensation. The Company shall ensure its compliance with the Arkansas Workers' Compensation Law.

8.2 Indemnification. The Company shall indemnify, defend, and hold harmless the Franchising Authority, its officers, employees, and agents acting in their official capacities from and against any liability or claims resulting from property damage or bodily injury (including accidental death) that arise out of the Company's construction, operation, maintenance, or removal of the Cable System, including, but not limited to, reasonable attorneys' fees and costs,

provided that the Franchising Authority shall give the Company written notice of its obligation to indemnify and defend the Franchising Authority within ten (10) business days of receipt of a claim or action pursuant to this Section 8.2. If the Franchising Authority determines that it is necessary for it to employ separate counsel, the costs for such separate counsel shall be the responsibility of the Franchising Authority.

8.3 Liability and Indemnity. In accordance with Section 635A of the Cable Act, the Franchising Authority, its officials, employees, members, or agents shall have no liability to the Company arising from the regulation of Cable Service or from a decision of approval or disapproval with respect to a grant, renewal, transfer, or amendment of this Franchise. Any relief, to the extent such relief is required by any other provision of federal, state, or local law, shall be limited to injunctive relief and declaratory relief.

SECTION 9 MISCELLANEOUS

9.1 Controlling Authorities. This Agreement is made with the understanding that its provisions are controlled by the Cable Act, other federal laws, state laws, and all applicable local laws, ordinances, and regulations. To the extent such local laws, ordinances, or regulations clearly conflict with the terms and conditions of this Agreement, the terms and conditions of this Agreement shall prevail, except where such conflict arises from the Franchising Authority's lawful exercise of its police powers.

9.2 Appendices. The Appendices to this Agreement and all portions thereof are, except as otherwise specified in this Agreement, incorporated by reference in and expressly made a part of this Agreement.

9.3 Enforceability of Agreement; No Opposition. By execution of this Agreement, the Company and the Franchising Authority acknowledge the validity of the terms and conditions of this Agreement under applicable law in existence on the Effective Date and pledge that they will not assert in any manner at any time or in any forum that this Agreement, the Franchise, or the processes and procedures pursuant to which this Agreement was entered into and the Franchise was granted are not consistent with the applicable law in existence on the Effective Date.

9.4 Governmental Powers. The Franchising Authority expressly reserves the right to exercise the full scope of its powers, including both its police power and contracting authority, to promote the public interest and to protect the health, safety, and welfare of the citizens of the City of Sherwood, Arkansas.

9.5 Entire Agreement. This Agreement, including all Appendices, embodies the entire understanding and agreement of the Franchising Authority and the Company with respect to the subject matter hereof and merges and supersedes all prior representations, agreements, and understandings, whether oral or written, between the Franchising Authority and the Company with respect to the subject matter hereof, including, without limitation, all prior drafts of this Agreement and any Appendix to this Agreement, and any and all written or oral statements or representations by any official, employee, agent, attorney, consultant, or independent contractor of the Franchising Authority or the Company. All ordinances or parts of ordinances or other

agreements between the Company and the Franchising Authority that are in conflict with the provisions of this Agreement are hereby declared invalid and superseded.

9.6 Notices. All notices shall be in writing and shall be sufficiently given and served upon the other party by first class mail, registered or certified, return receipt requested, postage prepaid, or via facsimile (with confirmation of transmission) and addressed as follows:

THE FRANCHISING AUTHORITY:
City of Sherwood
Attn: Mayor
2199 East Kiehl Avenue
Sherwood, AR 72120

COMPANY:
Comcast of Arkansas, Inc.
Attn: Vice President, External Affairs
~~2925 Courtyards Drive~~ 6200 The Corners Parkway, Suite 200
Norcross, GA 3009274

With a copy to: Comcast Cable Communications
Attn: Vice President, Government Affairs
600 Galleria Parkway, Suite 1100
Atlanta, GA 30339

And: Comcast Cable Communications
Attn: Legal Dept.
One Comcast Center
Philadelphia, PA 19103

9.7 Additional Representations and Warranties. In addition to the representations, warranties, and covenants of the Company to the Franchising Authority set forth elsewhere in this Agreement, the Company represents and warrants to the Franchising Authority and covenants and agrees (which representations, warranties, covenants and agreements shall not be affected or waived by any inspection or examination made by or on behalf of the Franchising Authority) that, as of the Effective Date:

9.7.1 Organization, Standing, and Authorization. The Company is a corporation validly existing and in good standing under the laws of the State of Delaware and is duly authorized to do business in the State of Arkansas and in the Franchise Area.

9.7.2 Compliance with Law. The Company, to the best of its knowledge, has obtained all government licenses, permits, and authorizations necessary for the operation and maintenance of the Cable System.

9.8 Maintenance of System in Good Working Order. Until the termination of this Agreement and the satisfaction in full by the Company of its obligations under this Agreement, in consideration of the Franchise, the Company agrees that it will maintain all of the material

properties, assets, and equipment of the Cable System, and all such items added in connection with any upgrade, in good repair and proper working order and condition throughout the term of this Agreement.

9.9 Binding Effect. This Agreement shall be binding upon and inure to the benefit of the parties hereto and their respective successors, permitted transferees, and assigns. All of the provisions of this Agreement apply to the Company, its successors, and assigns.

9.10 No Waiver; Cumulative Remedies. No failure on the part of the Franchising Authority or the Company to exercise, and no delay in exercising, any right or remedy hereunder including, without limitation, the rights and remedies set forth in this Agreement, shall operate as a waiver thereof, nor shall any single or partial exercise of any such right or remedy preclude any other right or remedy, all subject to the conditions and limitations established in this Agreement. The rights and remedies provided in this Agreement including, without limitation, the rights and remedies set forth in Section 6 of this Agreement, are cumulative and not exclusive of any remedies provided by law, and nothing contained in this Agreement shall impair any of the rights or remedies of the Franchising Authority or Company under applicable law, subject in each case to the terms and conditions of this Agreement.

9.11 Severability. If any section, subsection, sentence, clause, phrase, or other portion of this Agreement is, for any reason, declared invalid, in whole or in part, by any court, agency, commission, legislative body, or other authority of competent jurisdiction, such portion shall be deemed a separate, distinct, and independent portion. Such declaration shall not affect the validity of the remaining portions of this Agreement, which shall continue in full force and effect.

9.12 No Agency. The Company shall conduct the work to be performed pursuant to this Agreement as an independent entity and not as an agent of the Franchising Authority.

9.13 Governing Law. This Agreement shall be deemed to be executed in the City of Sherwood, State of Arkansas, and shall be governed in all respects, including validity, interpretation, and effect, by and construed in accordance with the laws of the State of Arkansas, as applicable to contracts entered into and to be performed entirely within that state.

9.14 Claims Under Agreement. The Franchising Authority and the Company, agree that, except to the extent inconsistent with Section 635 of the Cable Act (47 U.S.C. § 555), any and all claims asserted by or against the Franchising Authority arising under this Agreement or related thereto shall be heard and determined either in a court of the United States located in Arkansas ("Federal Court") or in a court of the State of Arkansas of appropriate jurisdiction ("Arkansas State Court"). To effectuate this Agreement and intent, the Company agrees that if the Franchising Authority initiates any action against the Company in Federal Court or in Arkansas State Court, service of process may be made on the Company either in person or by registered mail addressed to the Company at its offices as defined in Section 9.6, or to such other address as the Company may provide to the Franchising Authority in writing.

9.15 Modification. The Company and Franchising Authority may at any time during the term of this Agreement seek a modification, amendment, or waiver of any term or condition of this

Agreement. No provision of this Agreement nor any Appendix to this Agreement shall be amended or otherwise modified, in whole or in part, except by an instrument, in writing, duly executed by the Franchising Authority and the Company, which amendment shall be authorized on behalf of the Franchising Authority through the adoption of an appropriate resolution, letter of agreement, or order by the Franchising Authority, as required by applicable law.

9.16 Delays and Failures Beyond Control of Company. Notwithstanding any other provision of this Agreement, the Company shall not be liable for delay in performance of, or failure to perform, in whole or in part, its obligations pursuant to this Agreement due to strike, war or act of war (whether an actual declaration of war is made or not), insurrection, riot, act of public enemy, accident, fire, flood or other act of God, technical failure, sabotage, or other events, where the Company has exercised all due care in the prevention thereof, to the extent that such causes or other events are beyond the control of the Company and such causes or events are without the fault or negligence of the Company. In the event that any such delay in performance or failure to perform affects only part of the Company's capacity to perform, the Company shall perform to the maximum extent it is able to do so and shall take all steps within its power to correct such cause(s). The Company agrees that in correcting such cause(s), it shall take all reasonable steps to do so in as expeditious a manner as possible. The Company shall promptly notify the Franchising Authority in writing of the occurrence of an event covered by this Section 9.16.

9.17 Duty to Act Reasonably and in Good Faith. The Company and the Franchising Authority shall fulfill their obligations and exercise their rights under this Agreement in a reasonable manner and in good faith. Notwithstanding the omission of the words "reasonable," "good faith," or similar terms in the provisions of this Agreement, every provision of this Agreement is subject to this section.

9.18 Contractual Rights Retained. Nothing in this Agreement is intended to impair the contractual rights of the Franchising Authority or the Company under this Agreement.

9.19 No Third Party Beneficiaries. Nothing in this Agreement, or any prior agreement, is or was intended to confer third-party beneficiary status on any member of the public to enforce the terms of such agreements or Franchise.

IN WITNESS WHEREOF, the party of the first part, by its Mayor, thereunto duly authorized by the City Council of said Franchising Authority, has caused the corporate name of said Franchising Authority to be hereunto signed and the corporate seal of said Franchising Authority to be hereunto affixed, and the Company, the party of the second part, by its officers thereunto duly authorized, has caused its name to be hereunto signed and its seal to be hereunto affixed as of the date and year first above written.

City of Sherwood, Arkansas

By: _____
Name: _____
Title: Mayor
(Seal)

Attest: _____

Date: _____

Comcast of Arkansas, Inc.

By: _____
Name: _____
Title: _____

Attest: _____

Date: _____

APPENDIX A DEFINED TERMS

For purposes of the Agreement to which this Appendix A is appended, the following terms, phrases, words, and their derivations shall have the meanings set forth herein, unless the context clearly indicates that another meaning is intended.

“Agreement” means the Agreement to which this Appendix A is appended, together with all Appendices attached thereto and all amendments or modifications thereto.

“Basic Service” means any service tier that includes the retransmission of local television broadcast Signals and any equipment or installation used in connection with Basic Service.

“Cable Act” means Title VI of the Communications Act of 1934 as amended, 47 U.S.C. § 521, *et seq.*

“Cable Service” means the one-way transmission to Subscribers of Video Programming or other programming service and Subscriber interaction, if any, which is required for the selection or use of such Video Programming or other programming service. “Cable Service” does not include any Video Programming provided by a commercial mobile service provider as defined in 47 U.S.C. §332(d).

“Cable Service Provider” or **“CSP”** means any person or group of persons (A) who provides Cable Service over a Cable System and directly or through one or more affiliates owns a significant interest in such Cable System, or (B) who otherwise controls or is responsible for, through any arrangement, the management and operation of such a Cable System.

“Cable System” means a facility, consisting of a set of closed transmission paths and associated Signal generation, reception, and control equipment, that is designed to provide Cable Service, which includes Video Programming and which is provided to multiple Subscribers within a community, but “Cable System” does not include:

(A) a facility that serves only to retransmit the television Signals of one (1) or more television broadcast stations;

(B) a facility that serves Subscribers without using any public right-of-way as defined herein;

(C) a facility of a common carrier which is subject, in whole or in part, to the provisions of 47 U.S.C. §§201–276, except that such facility shall be considered a Cable System, other than for purposes of 47 U.S.C. § 541(c), to the extent such facility is used in the transmission of Video Programming directly to Subscribers, unless the extent of such use is solely to provide interactive on-demand services;

(D) an open video system that complies with 47 U.S.C. § 573; or

(E) any facilities of any electric utility used solely for operating its electric utility system.

“Channel” means a “cable channel” or “channel” as defined in 47 U.S.C. § 522(4).

“Company” means Comcast of Arkansas, Inc., a corporation validly existing under the laws of the State of Delaware, whose principal place of business is located at ~~2925 Courtyards Drive~~ 6200 The Corners Parkway, Suite 200, Norcross, Georgia 30092-71, or lawful successor, transferee, designee, or assignee thereof.

“FCC” means the Federal Communications Commission, its designee, or any successor thereto.

“Franchise Area” means the incorporated areas of the City of Sherwood, Arkansas, including any areas annexed by the Franchising Authority during the term of the Franchise.

“Franchising Authority” means the City of Sherwood, Arkansas, or lawful successor, transferee, designee, or assignee thereof.

“Gross Revenues” means all revenues derived from operations of a Cable System to provide Cable Service ~~received from Subscribers for the provision of Cable Service or Video Service~~, including franchise fees for Cable Service Providers and Video Service Providers and advertising and home shopping services, and shall be determined in accordance with Generally Accepted Accounting Principles (“GAAP”). Gross Revenues shall not include:

(A) amounts billed and collected as a line item on the Subscriber’s bill to recover any taxes, surcharges, or governmental fees that are imposed on or with respect to the services provided or measured by the charges, receipts, or payments therefore; provided, however, that for purposes of this definition of “Gross Revenue,” such tax, surcharge, or governmental fee shall not include any ad valorem taxes, net income taxes, or generally applicable business or occupation taxes not measured exclusively as a percentage of the charges, receipts, or payments for services to the extent such charges are passed through as a separate line item on Subscriber’s bills;

(B) any revenue not actually received, even if billed, such as bad debt;

(C) any revenue received by any affiliate or any other person in exchange for supplying goods or services used by the provider to provide Cable or Video Programming;

(D) any amounts attributable to refunds, rebates, or discounts;

(E) any revenue from services provided over the network that are associated with or classified as non-Cable or non-Video Services under federal law, including, without limitation, revenues received from telecommunications services,

information services other than Cable or Video Services, Internet access services, directory or Internet advertising revenue including, without limitation, yellow pages, white pages, banner advertisements, and electronic publishing advertising. Where the sale of any such non-Cable or non-Video Service is bundled with the sale of one or more Cable or Video Services and sold for a single non-itemized price, the term "Gross Revenues" shall include only those revenues that are attributable to Cable or Video Services based on the provider's books and records, such revenues to be allocated in a manner consistent with generally accepted accounting principles;

(F) any revenue from late fees not initially booked as revenues, returned check fees or interest;

(G) any revenue from sales or rental of property, except such property as the Subscriber is required to buy or rent exclusively from the Cable or Video Service Provider to receive Cable or Video Service;

(H) any revenue received from providing or maintaining inside wiring;

(I) any revenue from sales for resale with respect to which the purchaser is required to pay a franchise fee, provided the purchaser certifies in writing that it will resell the service and pay a franchise fee with respect thereto; or

(J) any amounts attributable to a reimbursement of costs including, but not limited to, the reimbursements by programmers of marketing costs incurred for the promotion or introduction of Video Programming.

"Person" means any natural person or any association, firm, partnership, joint venture, corporation, or other legally recognized entity, whether for-profit or not-for-profit, but shall not mean the Franchising Authority.

"Signal" means any transmission of radio frequency energy or of optical information.

"Streets" means the surface of, and the space above and below, any and all streets, avenues, highways, boulevards, concourses, driveways, bridges, tunnels, parks, parkways, waterways, docks, bulkheads, wharves, piers, public grounds, and public places or waters within and belonging to the Franchising Authority and any other property within the Franchise Area to the extent to which there exist public easements or public rights-of-way.

"Subscriber" means any Person lawfully receiving Video Service from a Video Service Provider or Cable Service from a Cable Service Provider.

"Video Programming" means programming provided by or generally considered comparable to programming provided by a television broadcast station, as set forth in 47 U.S.C. § 522(20).

“Video Service” means the provision of Video Programming through wireline facilities located at least in part in the public rights-of-way without regard to delivery technology, including Internet protocol technology. This definition does not include any Video Programming provided by a commercial mobile service provider as defined in 47 U.S.C. § 332(d) or 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.

“Video Service Provider” or **“VSP”** means an entity providing Video Service as defined herein, but does not include a Cable Service Provider.

APPENDIX B
CUSTOMER SERVICE STANDARDS

Code of Federal Regulations

Title 47, Volume 4, Parts 70 to 79

Revised as of October 1, 1998

From the U.S. Government Printing Office via GPO Access

47 C.F.R. § 76.309

Page 561-63

TITLE 47—TELECOMMUNICATION
CHAPTER I—FEDERAL COMMUNICATIONS COMMISSION
PART 76—CABLE TELEVISION SERVICE
Subpart H—General Operating Requirements

§ 76.309 Customer service obligations.

- (a) A cable franchise authority may enforce the customer service standards set forth in paragraph (c) of this section against cable operators. The franchise authority must provide affected cable operators ninety (90) days written notice of its intent to enforce the standards.
- (b) Nothing in this rule should be construed to prevent or prohibit:
- (1) A franchising authority and a cable operator from agreeing to customer service requirements that exceed the standards set forth in paragraph (c) of this section;
 - (2) A franchising authority from enforcing, through the end of the franchise term, pre-existing customer service requirements that exceed the standards set forth in paragraph (c) of this section and are contained in current franchise agreements;
 - (3) Any State or any franchising authority from enacting or enforcing any consumer protection law, to the extent not specifically preempted herein; or
 - (4) The establishment or enforcement of any State or municipal law or regulation concerning customer service that imposes customer service requirements that exceed, or address matters not addressed by the standards set forth in paragraph (c) of this section.
- (c) Effective July 1, 1993, a cable operator shall be subject to the following customer service standards:
- (1) Cable system office hours and telephone availability—
 - (i) The cable operator will maintain a local, toll-free or collect call telephone access line which will be available to its subscribers 24 hours a day, seven days a week.
 - (A) Trained company representatives will be available to respond to customer telephone inquiries during normal business hours.

(B) After normal business hours, the access line may be answered by a service or an automated response system, including an answering machine. Inquiries received after normal business hours must be responded to by a trained company representative on the next business day.

(ii) Under normal operating conditions, telephone answer time by a customer representative, including wait time, shall not exceed thirty (30) seconds when the connection is made. If the call needs to be transferred, transfer time shall not exceed thirty (30) seconds. These standards shall be met no less than ninety (90) percent of the time under normal operating conditions, measured on a quarterly basis.

(iii) The operator will not be required to acquire equipment or perform surveys to measure compliance with the telephone answering standards above unless an historical record of complaints indicates a clear failure to comply.

(iv) Under normal operating conditions, the customer will receive a busy signal less than three (3) percent of the time.

(v) Customer service center and bill payment locations will be open at least during normal business hours and will be conveniently located.

(2) Installations, outages and service calls. Under normal operating conditions, each of the following four standards will be met no less than ninety five (95) percent of the time measured on a quarterly basis:

(i) Standard installations will be performed within seven (7) business days after an order has been placed. "Standard" installations are those that are located up to 125 feet from the existing distribution system.

(ii) Excluding conditions beyond the control of the operator, the cable operator will begin working on "service interruptions" promptly and in no event later than 24 hours after the interruption becomes known. The cable operator must begin actions to correct other service problems the next business day after notification of the service problem.

(iii) The "appointment window" alternatives for installations, service calls, and other installation activities will be either a specific time or, at maximum, a four-hour time block during normal business hours. (The operator may schedule service calls and other installation activities outside of normal business hours for the express convenience of the customer.)

(iv) An operator may not cancel an appointment with a customer after the close of business on the business day prior to the scheduled appointment.

(v) If a cable operator representative is running late for an appointment with a customer and will not be able to keep the appointment as scheduled, the customer will be contacted. The appointment will be rescheduled, as necessary, at a time which is convenient for the customer.

(3) Communications between cable operators and cable subscribers—

(i) Notifications to subscribers—

(A) The cable operator shall provide written information on each of the following areas at the time of installation of service, at least annually to all subscribers, and at any time upon request:

- (1) Products and services offered;
- (2) Prices and options for programming services and conditions of subscription to programming and other services;
- (3) Installation and service maintenance policies;
- (4) Instructions on how to use the cable service;
- (5) Channel positions programming carried on the system; and,
- (6) Billing and complaint procedures, including the address and telephone number of the local franchise authority's cable office.

(B) Customers will be notified of any changes in rates, programming services or channel positions as soon as possible in writing. Notice must be given to subscribers a minimum of thirty (30) days in advance of such changes if the change is within the control of the cable operator. In addition, the cable operator shall notify subscribers thirty (30) days in advance of any significant changes in the other information required by paragraph (c)(3)(i)(A) of this section. Notwithstanding any other provision of Part 76, a cable operator shall not be required to provide prior notice of any rate change that is the result of a regulatory fee, franchise fee, or any other fee, tax, assessment, or charge of any kind imposed by any Federal agency, State, or franchising authority on the transaction between the operator and the subscriber.

(ii) Billing—

(A) Bills will be clear, concise and understandable. Bills must be fully itemized, with itemizations including, but not limited to, basic and premium service charges and equipment charges. Bills will also clearly delineate all activity during the billing period, including optional charges, rebates and credits.

(B) In case of a billing dispute, the cable operator must respond to a written complaint from a subscriber within 30 days.

(iii) Refunds—Refund checks will be issued promptly, but no later than either—

(A) The customer's next billing cycle following resolution of the request or thirty (30) days, whichever is earlier, or

(B) The return of the equipment supplied by the cable operator if service is terminated.

(iv) Credits—Credits for service will be issued no later than the customer's next billing cycle following the determination that a credit is warranted.

(4) Definitions—

(i) Normal business hours—The term “normal business hours” means those hours during which most similar businesses in the community are open to serve customers. In all cases, “normal business hours” must include some evening hours at least one night per week and/or some weekend hours.

(ii) Normal operating conditions—The term “normal operating conditions” means those service conditions which are within the control of the cable operator. Those conditions which are not within the control of the cable operator include, but are not limited to, natural disasters, civil disturbances, power outages, telephone network outages, and severe or unusual weather conditions. Those conditions which are ordinarily within the control of the cable operator include, but are not limited to, special promotions, pay-per-view events, rate increases, regular peak or seasonal demand periods, and maintenance or upgrade of the cable system.

(iii) Service interruption—The term “service interruption” means the loss of picture or sound on one or more cable channels.

[58 FR 21109, Apr. 19, 1993, as amended at 61 FR 18977, Apr. 30, 1996]