RESOLUTION NO. 2018-012

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF CORONA, CALIFORNIA APPROVING A ONE PERCENT (1%) FEE ON COMCAST COMMUNICATION'S (SPECTRUM) GROSS REVENUES TO SUPPORT THE CITY'S PUBLIC, EDUCATION AND GOVERNMENT (PEG) CHANNEL

WHEREAS, in 2006, the State of California passed the Digital Infrastructure and Video Competition Act ("DIVCA") which created State franchises for cable companies in place of the local franchise agreements each City had with specific cable carriers; and

WHEREAS, under DIVCA, Comcast Communications, the parent company of Spectrum ("Comcast") currently provides a public, education and government ("PEG") channel and provides production and channel space for the City's televised content; and

WHEREAS, under DIVCA, the City is authorized to require all providers of video services operating under a State-issued franchise to pay one percent (1 %) of its gross revenues from the provision of video services in Corona to the City as a PEG channel support fee; and

WHEREAS, the Corona Municipal Code provides that the City may enact by resolution the one percent fee authorized by DIVCA, to be used by the City for public, education, and government access purposes consistent with state and federal law; and

WHEREAS, the City has determined that its budget cannot adequately provide for PEG channel capital costs, including replacement and maintenance of the production equipment; and

WHEREAS, the City Council desires to enact a one percent (1 %) PEG support fee to be imposed on all providers of video services operating under a State-issued franchise, including Comcast, in order to provide funds to replace and maintain the City's production equipment, as well as fund equipment related to emergency broadcasts and information dispersed from the Emergency Operations Center;

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Corona, California, as follows:

Section 1. Recitals. The recitals set forth above are true and correct and are incorporated into this Resolution by this reference.

Section 2. <u>PEG Support Fee.</u> Pursuant to Section 5870(n) of the California Public Utilities Code and Section 5.14.140 of the Corona Municipal Code, the City Council hereby establishes a fee equal to one percent (1 %) of the gross revenues of each provider of video services in Corona operating under a franchise issued by the State of California. As to Comcast, this resolution shall be retroactive to January 1, 2018. City staff shall provide notice of this fee to Comcast.

Section 3. Effective Date. The Mayor shall sign this Resolution and the City Clerk shall attest thereto, and this Resolution shall take effect and be in full force as of January 2, 2018.

PASSED, APPROVED AND ADOPTED this 21st day of March, 2018.

CERTIFICATION

resolution was regularly introduced and add	ona, California, do herby certify that the foregoing opted by the City Council of the City of Corona, d on the 21st day of March, 2018, by the following
AYES:	
NOES:	
ABSENT:	
ABSTAINED:	
IN WITNESS WHEREOF, I have he of Corona, California, this 21st day of March 2	reunto set my hand and affixed the official seal of the City 018.
City C	Clerk of the City of Corona, California