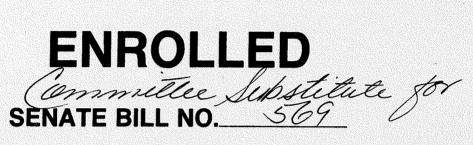
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OFFICE OF WEST VIRGINIA SECRETARY OF STATE

## **WEST VIRGINIA LEGISLATURE**

**REGULAR SESSION, 1992** 



(By Senator en

PASSED In Effect Passage

## ENROLLED

#### COMMITTEE SUBSTITUTE

#### FOR

## Senate Bill No. 569

#### (SENATOR CHAFIN, original sponsor)

[Passed March 7, 1992; in effect ninety days from passage.]

AN ACT to amend and reenact sections four, nine, fifteen, twenty and twenty-five, article eighteen, chapter five of the code of West Virginia, one thousand nine hundred thirty-one, as amended; and to amend chapter sixty-one of said code by adding thereto a new article, designated article three-d, all relating to cable television system regulation: concerning the ability of counties to become the cable franchising authorities; waiving certain fees and costs; designating the location of cable company business offices; providing civil penalties for violations of the cable act; requiring prior notice of price increases or retiering of services; defining terms; defining the crime of theft of cable services and providing criminal penalties therefor; defining the crime of selling or transferring products used to acquire unauthorized cable service; and stating the evidentiary requirements of the theft of cable service.

Be it enacted by the Legislature of West Virginia:

That sections four, nine, fifteen, twenty and twenty-five,

article eighteen, chapter five of the code of West Virginia, one thousand nine hundred thirty-one, as amended, be amended and reenacted; that chapter sixty-one of said code be amended by adding thereto a new article, designated article three-d, all to read as follows:

2

#### CHAPTER 5. GENERAL POWERS AND AUTHORITY OF THE GOVERNOR, SECRETARY OF STATE AND ATTORNEY GENERAL; BOARD OF PUBLIC WORKS; MISCELLANEOUS AGENCIES, COMMISSIONS, OFFICES, PROGRAMS, ETC.

#### ARTICLE 18. WEST VIRGINIA CABLE TELEVISION SYSTEMS ACT.

#### §5-18-4. Cable franchise required; franchising authority.

1 (a) No person may construct, operate or acquire a 2 cable system, or extend an existing cable system 3 outside its designated service area, without first 4 obtaining a cable franchise from a franchising author-5 ity as provided in this article.

(b) Any person operating a cable system on the 6 7 effective date of this article without a franchise shall, 8 within sixty days of the effective date of this article. 9 notify the board in writing setting forth: (1) The name, 10 business address and telephone number of the cable 11 operator; (2) the principals and ultimate beneficial 12 owners of the cable system or systems; (3) the geo-13 graphic location and service area of any cable system 14 operated by such person; and (4) the number of 15 subscribers within the cable system or systems. If the 16 board shall not have been appointed and organized 17 within sixty days of the effective date of this article, 18 then such filing shall be made with the public service 19 commission where such documents shall be retained 20 for delivery to the board following the appointment 21 and organization of its members.

22 (c) The board shall, upon receipt of such informa-23 tion, determine the appropriate franchising authority 24 or authorities for the purposes of the consideration of 25 the issuance of a franchise to such cable operator or 26 operators and shall notify the appropriate franchising 27 authority or authorities and any such cable system 28 operator of the franchise application procedures to be 29 followed by the respective parties. Any such cable 30 operator shall, within sixty days of receipt of such 31 notice from the board, make formal application to the 32 appropriate franchise authority or authorities for a 33 franchise in accordance with the provisions of this 34 article.

35 (d) The franchising authority shall be the municipal-36 ity in which a cable system is to be constructed, 37 operated, acquired or extended, or if there be no such 38 municipality or if the municipality so elects not to act 39 as a franchising authority, then the franchising 40 authority shall be the county commission of the 41 county in which such cable system is to be con-42 structed, operated, acquired or extended: Provided, That nothing herein shall prohibit any county commis-43 44 sion of a county in which a municipality acting as a 45 franchising authority is located from also acting as a 46 franchising authority for any cable system to be 47 constructed, operated, acquired or extended within the 48 jurisdiction of such county commission, nor prohibit 49 any county commission of a county acquiring the 50 franchise authority from a municipality from electing to transfer such authority to the board. 51

52 (e) Any municipality or county commission may 53 elect not to act as a franchising authority, in which 54 event the franchising authority for any cable system to 55 be constructed, operated, acquired or extended within the jurisdiction of such municipality or within the 56 jurisdiction of such county commission shall be the 57 58 board. A county commission acting as a franchise 59 authority for unincorporated areas of the county may 60 elect separately to transfer to the board any franchise 61 authority acquired from a municipality. If any munic-62 ipality or county commission so elects, the mayor or 63 president of the county commission shall certify such 64 delegation in writing to the presiding officer of the board. Such election shall be promptly made upon 65 written request of the board or the cable operator. 66

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#### §5-18-15. Transfer of cable franchise.

1 (a) No cable system and no cable franchise, including 2 any system without a franchise and any franchise in 3 existence on the effective date of this article, and 4 including the rights, privileges and obligations thereof, 5 may be assigned, sold, leased or otherwise transferred, 6 voluntarily or involuntarily, directly or indirectly, 7 including a transfer of control of any cable system, 8 whether by change in ownership or otherwise, except 9 upon written application to and approval of the 10 appropriate franchising authority or authorities. The 11 form of the application for transfer shall be prescribed 12 by the board.

(b) Notice provisions may be prescribed by the boardfor encumbrances creating potential transfers.

(c) The procedure for consideration of any transfer
under the provisions of this section shall conform, as
nearly as possible, to the procedures prescribed in
sections nine and ten of this article for the consideration of issuing cable franchises, including the application fee therefor.

#### §5-18-20. Office operating requirements; office hours.

Each cable operator shall operate a business office in or near its area of operation as approved by the franchise authority or the board that shall be open during normal business hours, and each cable operator shall operate sufficient telephone lines, including a toll-free number or any other free calling option, as approved by the board, staffed by a company customer service representative during normal business hours.

#### §5-18-25. Complaints; violations; penalties.

(a) Subscriber complaints regarding the operation of
 a cable system must be made in writing and filed with
 the board. The board shall take up such complaints
 with the cable operator complained against in an
 endeavor to bring about satisfaction of the complaint
 without formal hearing.

7 (b) The board shall resolve all complaints, if possible,

8 informally. No form of informal complaint is pre-9 scribed, but the writing must contain the essential 10 elements of a complaint, including the name and 11 address of the complainant, the correct name of the 12 cable operator against which the complaint is made, a 13 clear and concise statement of the facts involved and 14 a request for affirmative relief.

(c) In the event that the board cannot resolve the
complaint to the satisfaction of all parties, the complainant may file a formal request to the board and he
or she is entitled to a hearing before the board, which
hearing shall be conducted in accordance with chapter
twenty-nine-a of the code, and the complainant and
cable operator shall be afforded all rights including the
right of appeal as set forth in said chapter.

(d) A cable operator may be subject to a fine or civil
penalty in accordance with subsection (e) hereof, upon
a determination by the board or court that the cable
operator has violated any of the following:

27 (1) The material terms of its cable franchise; or

(2) Substantial compliance with this article or rulesor orders prescribed by the board.

(e) The board may fine or obtain civil penalties
against a cable operator for each violation of subsection (d) of this section in an amount not less than fifty
dollars nor more than five hundred dollars for each
violation. Any penalty assessed under this section is in
addition to any other costs, expenses or payments for
which the cable operator is responsible under other
provisions of this section.

(f) The board may permit, in lieu of a full hearingbefore the board, one of its hearing examiners toconduct hearings and report its findings to the board.

41 (g) No cable operator shall charge for more than one42 outlet per household.

43 (h) No cable operator may raise rates or retier and
44 charge subscribers without providing to his or her
45 subscribers sufficient advance written notice and
46 opportunity to discontinue service.

#### CHAPTER 61. CRIMES AND THEIR PUNISHMENT.

### ARTICLE 3D. THEFT OF CABLE TELEVISION SERVICES. §61-3D-1. Definitions.

1 As used in this article:

2 (1) "Cable system" means any facility within this 3 state consisting of a set of closed transmission paths 4 and associated signal generation, reception and control 5 equipment that is designed to provide cable television 6 service which includes video programming and which 7 is provided to multiple subscribers within a commu-8 nity, and does not include: (A) A facility that serves 9 only to retransmit the television signals of one or more 10 television broadcast stations; (B) a facility that serves 11 only subscribers in one or more multiple unit dwel-12 lings under common ownership, control or manage-13 ment, unless that facility or facilities uses any public 14 right-of-way; or (C) a facility of a public utility subject, 15 in whole or in part, to the provisions of chapter 16 twenty-four of this code, except to the extent that 17 those facilities provide video programming directly to 18 subscribers.

(2) "Cable operator" 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 the cable system; or (B)
who otherwise controls or is responsible for, through
any arrangement, the management and operation of a
cable system.

26 (3) "Cable service" means: (A) The one-way trans27 mission to subscribers of video programming or other
28 programming service; and (B) subscriber interaction,
29 if any, which is required for the selection of video
30 programming or other programming service.

31 (4) "Subscriber" means any person who receives32 cable television services.

(5) "Unauthorized" means that payment of full
compensation for cable television services has been
avoided, or has been sought to be avoided, without the
consent of the supplier of the service.

#### §61-3D-2. Acquisition of cable television services.

(a) A person who acquires cable television services
2 for himself or another, whether through his own
3 efforts or with the assistance of another, or both, by:

4 (1) Making or maintaining any unauthorized connec5 tion, whether physically, electrically or inductively, to
6 a distribution or transmission line;

7 (2) Attaching or maintaining the attachment of any
8 unauthorized device to any cable, wire or other
9 component of a cable system or to a television receiv10 ing set connected to a cable system;

(3) Making or maintaining any unauthorized modification or alteration to any device installed by a cable
system operator; or

14 (4) Knowingly permits another person to enter upon 15 his or her property for the purpose of securing cable 16 service in an unauthorized manner as described in 17 subdivision (1), (2) or (3) of this subsection shall be 18 guilty of a misdemeanor and, upon conviction, shall be 19 punished in accordance with subsection (c) of this 20 section.

(b) A person who subscribes to and receives cable television services through an authorized connection of a television receiving set at his dwelling and, within his dwelling, makes an authorized or an unauthorized connection of an additional television receiving set or sets or audio system which receives cable television service through such authorized connection, shall not be guilty of a misdemeanor under subsection (a) of this section.

30 (c) Any person convicted of a misdemeanor under
31 subsection (a) of this section shall be subject to the
32 following penalties:

(1) Upon a first conviction under this section, the
defendant shall be fined not less than one hundred
dollars, nor more than two hundred fifty dollars.

36 (2) Upon a second conviction under this section, the37 defendant shall be fined not less than two hundred

38 fifty dollars, nor more than five hundred dollars, or39 imprisoned in the county jail not more than thirty40 days, or both fined and imprisoned.

41 (3) Upon any subsequent conviction in excess of a
42 second conviction under this section, the defendant
43 shall be fined not less than five hundred dollars, nor
44 more than one thousand dollars, or imprisoned in the
45 county jail not less than thirty days nor more than
46 sixty days, or both fined and imprisoned.

47 Notwithstanding the provisions of section four,
48 article eleven-a of this chapter or section two-a, article
49 three, chapter fifty of this code, the magistrate or
50 court may order restitution not to exceed the value of
51 unauthorized cable services received.

# §61-3D-3. Sale or transfer of the device or plan intended for acquisition or diversion.

1 (a) A person who sells, gives or otherwise transfers 2 to another or offers, advertises or exposes for sale to 3 another any device, mechanism, tool or printed circuit, 4 or any kit, plan or instructional procedure for the 5 making of such device, mechanism, tool or printed 6 circuit, with the knowledge that another will acquire 7 cable television services in violation of this article, 8 shall be guilty of a misdemeanor and shall be punish-9 able in accordance with subsection (b) of this section.

10 (b) A person convicted of a misdemeanor under this11 section shall be punished as follows:

12 (1) Upon a first conviction under this section, the13 defendant shall be fined not less than two hundred14 fifty dollars, nor more than five hundred dollars.

(2) Upon a second conviction under this section, the
defendant shall be fined not less than five hundred
dollars, nor more than one thousand dollars, or
imprisoned in the county jail not more than thirty
days, or both fined and imprisoned.

20 (3) Upon a third conviction under this section, the 21 defendant shall be fined not less than five hundred 22 dollars, nor more than one thousand dollars, or 23 imprisoned in the county jail not less than sixty days,24 nor more than one year.

#### §61-3D-4. Evidence.

1 (a) Evidence that: (1) The defendant had possession 2 of or access to the location of distribution or transmis-3 sion lines or other facilities of a cable system which 4 have been tapped, altered or tampered with or to 5 which any unauthorized connection has been made or 6 to which any unauthorized device has been attached; 7 or (2) the defendant had possession of or access to any 8 device installed by a cable system operator to which 9 an unauthorized modification or alteration has been 10 made, may be used, but shall not be required, to 11 establish that a person violated this article. Enr. Com. Sub. for S. B. No. 569] 10

The Joint Committee on Enrolled Bills hereby certifies that the foregoing bill is correctly enrolled.

Chairman Senate Committee

Ernest C. moo Chairman House Committee

11

Originated in the Senate.

In effect minety days from passage.

Clerk of the Senate

Clerk of the House of Delegates

President of the Senate

Speaker House of Delegates

The within LS. Appl. Med. this the = day of .. , 1992. Governor

