RECEIVED

1393 MAY 12 PH 3: 26

OFFICE OF WEST VERCENA SECRETARY OF SPACE

WEST VIRGINIA LEGISLATURE

REGULAR SESSION, 1993

ENROLLED

SENATE BILL NO 487

(By Senator *Missiand, It al*

PASSED _________

1993

In Effect 2

Passage

ENROLLED

COMMITTEE SUBSTITUTE

FOR

Senate Bill No. 487

(SENATORS MINARD, WAGNER, WIEDEBUSCH, CHERNENKO, BAILEY, DITTMAR AND MACNAUGHTAN, original sponsors)

[Passed April 10, 1993; in effect ninety days from passage.]

AN ACT to amend and reenact sections four and seven, article eighteen, chapter five of the code of West Virginia, one thousand nine hundred thirty-one, as amended; and to further amend said chapter by adding thereto a new article, designated article eighteen-a, all relating to increasing the per diem for board members and tenants' rights to cable television; procedure for notifying landlord of request to cable operator to provide cable services; compensation for any physical damage to premises of landlord; availability of proceeding before cable board in the event of disagreement between landlord and cable operator; and protection of existing cable television services.

Be it enacted by the Legislature of West Virginia:

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

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.
- 6 (b) Any person operating a cable system on the 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 franchising 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, operated, acquired or extended, or if there be no such 38 municipality or if the municipality so elects not to act as a franchising authority, then the franchising authority shall be the county commission of the 40 41 county in which such cable system is to be construct-42 ed. operated, acquired or extended: Provided, That 43 nothing herein shall prohibit any county commission 44 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 51 to transfer such authority to the board.

(e) If a county commission elects not to act as the franchise authority, the board shall become the franchise authority. A county commission acting as a franchise authority for unincorporated areas of the county may elect separately to transfer to the board any franchise authority acquired from a municipality. If any municipality or county commission so elects not to be the franchise authority, the mayor or president of the county commission shall certify such delegation in writing to the presiding officer of the board. Such election shall be promptly made upon written request of the board or the cable operator.

§5-18-7. Compensation and expenses of board members.

Each member of the board not otherwise employed by the state shall receive a per diem in the amount of fifty dollars while actually engaged in the performance of the duties of the board, which shall be paid out of the cable advisory board fund created under the provisions of this article. Each member shall be reimbursed for all reasonable and necessary expenses actually incurred during the performance of his or her duties. Each member shall receive meals, lodging and mileage expense reimbursements at the rates established by rule of the secretary of the department of administration for in-state travel of public employees.

Enr. Com. Sub. for S. B. No. 487] 4

- 13 The reimbursement shall be paid out of the state
- 14 treasury upon a requisition upon the state auditor,
- 15 properly certified by the chairman of the board.

ARTICLE 18A. TENANTS' RIGHTS TO CABLE SERVICES.

§5-18A-1. Short title.

- I This article shall be known and may be cited as the
- 2 "Tenants' Rights to Cable Services Act".

§5-18A-2. Legislative findings.

- 1 The Legislature finds and declares as follows:
- 2 (a) Cable television has become an important medi-
- 3 um of public communication and entertainment.
- 4 (b) It is in the public interest to assure apartment
- 5 residents and other tenants of leased residential
- 6 dwellings access to cable television service of a quality
- 7 and cost comparable to service available to residents
- 8 living in personally owned dwellings.
- 9 (c) It is in the public interest to afford apartment
- 10 residents and other tenants of leased residential
- 11 dwellings the opportunity to obtain cable television
- 12 service of their choice and to prevent landlords from
- 13 treating such residents and tenants as a captive
- 14 market for the sale of television reception services
- 15 selected or provided by the landlord.

§5-18A-3. Definitions.

- 1 As used in this article:
- 2 (a) "Board" means the West Virginia cable television
- 3 advisory board created under the provisions of article
- 4 eighteen of this chapter.
- 5 (b) "Cable operator" means any person or group of
- 6 persons: (1) Who provides cable service over a cable
- 7 system and directly or through one or more affiliates
- 8 owns a significant interest in the cable system; or (2)
- 9 who otherwise controls or is responsible for, through
- 10 any arrangement, the management and operation of a
- 11 cable system.
- 12 (c) "Cable service" or "cable television service"

- 13 means: (1) The one-way transmission to subscribers of 14 video programming or other programming service; 15 and (2) subscriber interaction, if any, which is 16 required for the selection of video programming or 17 other programming service.
- 18 (d) "Cable system" means any facility within this 19 state consisting of a set of closed transmission paths 20 and associated signal generation, reception and control 21 equipment that is designed to provide cable service 22 which includes video programming and which is 23 provided to multiple subscribers within a community, 24 but does not include: (1) A facility that serves only to 25 retransmit the television signals of one or more 26 television broadcast stations; (2) a facility that serves 27 only subscribers in one or more multiple unit dwel-28 lings under common ownership, control or manage-29 ment, unless that facility or facilities uses any public 30 right-of-way; or (3) a facility of a public utility subject, 31 in whole or in part, to the provisions of chapter 32 twenty-four of this code, except to the extent that 33 those facilities provide video programming directly to 34 subscribers.
- 35 (e) "Cable television facilities" includes all antennas, 36 poles, supporting structures, wires, cables, conduits, 37 amplifiers, instruments, appliances, fixtures and other 38 personal property used by a cable operator in provid-39 ing service to its subscribers.
- 40 (f) "Landlord" means a person owning, controlling, 41 leasing, operating or managing the multiple dwelling 42 premises.
- 43 (g) "Multiple dwelling premises" means any area
 44 occupied by dwelling units, appurtenances thereto,
 45 grounds and facilities, which dwelling units are
 46 intended or designed to be occupied or leased for
 47 occupation, or actually occupied, as individual homes
 48 or residences for three or more households. The term
 49 includes mobile home parks.
- 50 (h) "Person" means an individual, partnership, 51 associate, joint stock company, trust, corporation or 52 governmental agency.

- 53 (i) "Tenant" means a person occupying single or
- 54 multiple dwelling premises owned or controlled by a
- 55 landlord but does not include an inmate or any person 56 incarcerated or housed within any state institution.

§5-18A-4. Landlord-tenant relationship.

- (a) A landlord may not:
- 2 (1) Interfere with the installation, maintenance,
- 3 operation or removal of cable television facilities upon
- 4 his property or multiple dwelling premises, except
- 5 that a landlord may require:
- 6 (A) That the installation of cable television facilities
- 7 conform to such reasonable conditions as are necessary
- 8 to protect the safety, functioning and appearance of
- 9 the multiple dwelling premises and the convenience
- 10 and well-being of other tenants:
- 11 (B) That the cable operator or the tenant or a
- 12 combination thereof bear the entire cost of the instal-
- 13 lation or removal of such facilities; and
- 14 (C) That the cable operator agrees to indemnify the
- 15 landlord for any damage caused by the installation,
- 16 operation or removal of such facilities;
- 17 (2) Demand or accept any payment from any tenant,
- 18 in any form, in exchange for permitting cable televi-
- 19 sion service on or within his property or multiple
- 20 dwelling premises, or from any cable operator in
- 21 exchange therefor except as may be determined to be
- 22 just compensation in accordance with this article;
- 23 (3) Discriminate in rental charges, or otherwise,
- 24 between tenants who receive cable television service
- 25 and those who do not.
- 26 (b) Provisions relating to cable television service or
- 27 satellite master antenna systems contained in rental
- 28 agreements and leases executed prior to the effective
- 29 date of this article may be enforced notwithstanding
- 30 this section.
- 31 (c) A cable operator may not enter into any agree-
- 32 ment with the owners, lessees or persons controlling

- 33 or managing the multiple dwelling premises served by
- 34 a cable television, or do or permit any act, that would
- 35 have the effect, directly or indirectly of diminishing or
- 36 interfering with existing rights of any tenant or other
- 37 occupant of such building to use or avail himself of
- 38 master or individual antenna equipment.
- 39 (d) The cable operator shall retain ownership of all
- 40 wiring and equipment used in any installation or
- 41 upgrade of a cable system within any multiple dwell-
- 42 ing premises.

§5-18A-5. Prohibition.

- 1 Except as provided in this article, no landlord may
- 2 demand or accept any payment from any cable oper-
- 3 ator in exchange for permitting cable television
- 4 service or facilities on or within the landlord's proper-
- 5 ty or multiple dwelling premises.

§5-18A-6. Just compensation.

- 1 Every landlord is entitled to a single payment of just
- 2 compensation for property taken by a cable operator
- 3 for the installation of cable television service or
- 4 facilities. The amount of just compensation, if not
- 5 agreed between the landlord and cable operator, shall
- 6 be determined by the board in accordance with this
- 7 article upon application by the landlord pursuant to
- 8 section nine of this article. A landlord is not entitled
- 9 to just compensation in the event of a rebuild, upgrade
- 10 or rewiring of cable television service or facilities by
- 11 a cable operator.

§5-18A-7. Right of entry.

- 1 A cable operator, upon receiving a request for
- 2 service by a tenant or landlord, has the right to enter
 3 property of the landlord for the purpose of making
- 4 approperty of the landford for the purpose of making
- 4 surveys or other investigations preparatory to the 5 installation. Before such entry, the cable operator shall
- 6 serve notice upon the landlord and tenants, which
- 7 notice shall contain the date of the entry and all other
- 8 information described in subsection (b), section eight
- 9 of this article. The cable operator is liable to the
- 10 landlord for any damages caused by such entry but

11 such damages shall not duplicate damages paid by the 12 cable operator pursuant to section nine of this article.

§5-18A-8. Notice of installation.

- 1 (a) Every cable operator proposing to install cable 2 television service or facilities upon the property of a 3 landlord shall serve upon said landlord and tenants, or 4 an authorized agent, written notice of intent thereof at
- 5 least fifteen days prior to the commencement of such
- 6 installation. Verbal notice to the tenant shall be legally
- 7 sufficient if the date and time of entry is communica-
- 8 ted to the tenant by either the landlord or cable
- 9 operator at least twenty-four hours prior to entry.
- 10 (b) The board shall prescribe the procedure for 11 service of such notice, and the form and content of
- 12 such notice, which shall include, but need not be
- 13 limited to:
- 14 (1) The name and address of the cable operator;
- 15 (2) The name and address of the landlord;
- 16 (3) The approximate date of the installation; and
- 17 (4) A citation to this act.
- 18 (c) Where the installation of cable television service 19 or facilities is not effected pursuant to a notice served
- 20 in accordance with this section, for whatever reason
- 21 including denial of entry by the landlord, the cable
- 22 operator may file with the board a petition, verified by
- 23 an authorized person from the cable operator, setting 24 forth:
- 25 (1) Proof of service of a notice of intent to install 26 cable television service upon the landlord;
- 27 (2) The specific location of the real property;
- 28 (3) The resident address of the landlord, if known;
- 29 (4) A description of the facilities and equipment to 30 be installed upon the property, including the type and 31 method of installation and the anticipated costs thereof;
- 32 (5) The name of the individual or officer responsible 33 for the actual installation;

- 34 (6) A statement that the cable operator shall indem-35 nify the landlord for any damage caused in connection 36 with the installation, including proof of insurance or 37 other evidence of ability to indemnify the landlord;
- 38 (7) A statement that the installation shall be con-39 ducted without prejudice to the rights of the landlord 40 to just compensation in accordance with section nine 41 of this article:
- 42 (8) A summary of efforts by the cable operator to 43 effect entry of the property for the installation; and
- 44 (9) A statement that the landlord is afforded the 45 opportunity to answer the petition within twenty days 46 from the receipt thereof, which answer must be responsive to the petition and may set forth any additional matter not contained in the petition.

49

If no appearance by the landlord is made in the 50 proceeding or no answer filed within the time permit-51 ted, the board shall grant to the petitioning cable 52 operator an order of entry, which order constitutes a 53 ruling that the petitioning cable operator has complied 54 with the requirements of this article. If the landlord 55 files a written answer to the petition, the cable 56 operator shall have ten days within which to reply to 57 the answer. The board may grant or deny the petition, 58 schedule an administrative hearing on any factual 59 issues presented thereby or direct such other proce-60 dures as may be consistent with the installation of 61 cable television service or facilities in accordance with 62 this article. The only basis upon which the board may 63 deny a petition by the cable operator is that the cable 64 operator has not complied with the requirements of 65 this article.

66 Within thirty days of the date of grant or denial of 67 the petition, or issuance of any other order by the 68 board following a hearing or other procedure, the 69 cable operator or landlord may appeal such grant or 70 denial or order of the board to the circuit court of 71 Kanawha county. Any order issued by the board 72 pursuant to this section may be enforced by an action 73 seeking injunctive or mandamus relief in circuit court

74 where the property is located.

§5-18A-9. Application for just compensation.

- 1 (a) If the landlord and cable operator have not
- 2 reached agreement on the amount of just compensa-
- 3 tion, a landlord may file with the board an application
- 4 for just compensation within four months following
- 5 the service by the cable operator of the notice de-
- 6 scribed in section eight of this article, or within four
- 7 months following the completion of the installation of
- 8 the cable television facilities, whichever is later.
- 9 (b) An application for just compensation shall set
- 10 forth specific facts relevant to the determination of
- 11 just compensation. Such facts should include, but need
- 12 not be limited to, a showing of:
- 13 (1) The location and amount of space occupied by the
- 14 installation;
- 15 (2) The previous use of such space;
- 16 (3) The value of the applicant's property before the
- 17 installation of cable television facilities and the value
- 18 of the applicant's property subsequent to the installa-
- 19 tion of cable television facilities; and
- 20 (4) The method or methods used to determine such
- 21 values. The board may, upon good cause shown,
- 22 permit the filing of supplemental information at any
- 23 time prior to final determination by the board.
- 24 (c) A copy of the application filed by the landlord for
- 25 just compensation shall be served upon the cable
- 26 operator making the installation and upon either the
- 27 mayor or county commission of the municipality or
- 28 county, respectively, in which the real property is
- 29 located when the municipality or county is the fran-
- 30 chise authority.
- 31 (d) Responses to the application, if any, shall be
- 32 served on all parties and on the board within twenty
- 33 days from the service of the application.
- 34 (e) (1) The board shall within sixty days of the
- 35 receipt of the application, make a preliminary finding

- of the amount of just compensation for the installationof cable television facilities.
- 38 (2) Either party may, within twenty days from the 39 release date of the preliminary finding by the board 40 setting the amount of just compensation file a written 41 request for a hearing. Upon timely receipt of such 42 request, the board shall conduct a hearing on the issue 43 of compensation.
- 44 (3) In determining just compensation, the board may 45 consider evidence introduced including, but not limit-46 ed to, the following:
- 47 (A) Evidence that a landlord has a specific alterna-48 tive use for the space occupied or to be occupied by 49 cable television facilities, the loss of which will result 50 in a monetary loss to the owner;
- 51 (B) Evidence that installation of cable facilities upon 52 such multiple dwelling premises will otherwise sub-53 stantially interfere with the use and occupancy of such 54 premises to the extent which causes a decrease in the 55 resale or rental value; or
- 56 (C) Evidence of increase in the value of the property 57 occurring by reason of the installation of the cable 58 television facilities.
- 60 presume that a landlord has received just compensa-61 tion from a cable operator for the installation within 62 a multiple dwelling premises if the landlord receives 63 compensation in the amount of one dollar for each 64 dwelling unit within the multiple dwelling premises or 65 one hundred dollars for the entire multiple dwelling 66 premises, whichever amount is more.
- 67 (5) If, after the filing of an application, the cable 68 operator and the applicant agree upon the amount of 69 just compensation, a hearing shall not be held on the 70 issue.
- 71 (6) Within thirty days of the date of the notice of the 72 decision of the board, either party may appeal the 73 decision of the board in the circuit court of Kanawha

Enr. Com. Sub. for S. B. No. 487] 12

74 county regarding the amount awarded as 75 compensation.

§5-18A-10. Existing cable services protected.

- 1 Cable services being provided to tenants on the
- 2 effective date of this article may not be prohibited or
- 3 otherwise prevented so long as the tenant continues to
- 4 request such services.

§5-18A-11. Exception.

- Notwithstanding any provision in this article to the
- 2 contrary, a landlord and cable operator may by mutual
- 3 agreement establish the terms and conditions upon
- 4 which cable television facilities are to be installed
- 5 within a multiple dwelling premises without having to
- 6 comply with the provisions of this article.

13 [Enr. Com. Sub. for S. B. No. 487

The Joint Committee on Enrolled Bills hereby certifies that the foregoing bill is correctly enrolled.
Manthaller la
Chairman Senate Committee
Ernest C. Moore. Chairman House Committee
Originated in the Senate.
In effect ninety days from passage.
Clerk of the Senate
Clerk of the house of troperates
flill Challe-
President of the Senate
Speaker House of Delegates
The within 10. applittedthis the 15th
day of Mary , 1993.
2000 / 1000100n
Governor

PRESENTED TO THE

GOVERNOR 123/93

Time 9:10 AM