



February 21, 2017

Arlington Board of Selectmen
Town of Arlington
730 Massachusetts Avenue
Arlington, MA 02476

Re: Franchise Related Cost (FRC) side letter

Dear Members of the Board:

In Section 6.3 of the new Arlington Cable Television Renewal License with an October 1, 2016 Effective Date, Comcast has agreed to provide Five Hundred Thousand Dollars (\$500,000) in capital funding to the Town of Arlington payable in annual increments of Fifty Thousand Dollars (\$50,000) per the terms of the license.

In accordance with applicable laws, said annual Fifty Thousand Dollar (\$50,000) funding will be passed through to Arlington subscribers by Comcast in their monthly bills as a line item labeled "Franchise Related Cost (FRC)". The portion of the FRC attributable to this funding will be based upon the recovery by Comcast of not more than Five Hundred Thousand Dollars (\$500,000) over the Renewal Franchise term. The monthly FRC will then be calculated by simply dividing the monthly recovery by the existing number of cable subscribers in Arlington. The only changes in this FRC line-item going forward will be adjustment necessitated by changes, either increases or decreases, in the number of Arlington cable subscribers. These adjustments, which Comcast refers to as true-ups, will occur annually if needed.

The calculation in this letter is specifically limited to the capital payments from Section 6.3 of the new Arlington Renewal Franchise, dated October 1, 2016.

Very truly yours,

Gregory Franks

Greg Franks, Sr. Manager
Government & Regulatory Affairs

Cc: Gerry Buckley, Sr. Director of Government Affairs