

Licensors for fees due hereunder or charges for inspections or for work performed for the benefit of Licensee under the Agreement, including the removal of Licensee's facilities upon termination of this Agreement by any of its provisions. If Licensee shall fail to pay any sums demanded by Licensor as due under this Agreement, Licensor may, at its option, receive payment from Licensee's surety or sureties, whether or not Licensee contests its liabilities to pay such sum, and whether or not Licensor exercises any other rights or remedies it may have at law or under this Agreement. Failure of Licensee to continually comply with this Article 5 shall be an event of default.

6. MAKE-READY WORK

6.1 *Field Survey*

6.1.1 When an application for a license is submitted by Licensee, a field survey shall be required, at Licensee's expense.

6.1.2 The field survey shall be performed jointly by representatives of Licensor and Licensee. Licensee shall furnish to Licensor data necessary to perform the field survey, in a format specified by Licensor and according to standards of accuracy and completeness satisfactory to Licensor.

6.2 *Poles*

6.2.1 In the event Licensor determines that a pole to which Licensee desires to attach is inadequate or otherwise needs modification to the existing facilities of Licensor to accommodate the Licensee's facilities, Licensor shall notify Licensee in writing of the estimated charges for the Make-Ready Work that will apply. Licensee shall have fifteen (15) days from the date of the notice to indicate its authorization for required Make-Ready Work and to submit payment for all Make-Ready charges. The estimated charges for Make-Ready Work shall be determined by Licensor in its sole discretion and shall be based upon Licensor's standard work estimating methods as used for other work estimates and customer charges.

6.2.2 Licensee shall also notify other licensees and/or joint pole participants attached to said pole and pay for any expense incurred by it or them in transferring or rearranging their facilities to accommodate the Licensee's facilities. Licensee shall not be entitled to reimbursement of any amounts paid to Licensor for pole replacements or for rearrangement of facilities on any pole by reason of the use of Licensor, other licensees and/or joint pole participants of any additional capacity resulting from such replacement or rearrangement.

6.3 *Anchors*

Should Licensee install any anchor(s) to accommodate its guy wire, the type and placement of Licensee's anchor(s) shall be approved

by Licensor prior to installation. Any such anchor shall be placed so that Licensee's guy wire does not interfere with any guy wire of Licensor.

7. STANDARDS AND SPECIFICATIONS

7.1 Maintenance of Licensee's Facilities

7.1.1 Licensee shall, at its own expense, make and maintain all its attachments and facilities in safe condition and in thorough repair, and in a manner suitable to Licensor and so that said attachment and facilities of Licensee will not conflict with or alter existing equipment or use of said poles by Licensor, or by other utility companies using or having the right to use said poles, or interfere with the working use of facilities thereon or which may from time to time be placed thereon.

7.1.2 Licensee's cable shall be attached to Licensor's poles with a minimum of twelve (12) inches clearance from telephone cables, exclusive of riser cables, and shall be placed on the same side of Licensor's poles as telephone cables. The use of standoff brackets for Licensee's cables for clearance purposes is prohibited.

7.2 Standards

7.2.1 Licensee's cables, wires and appliances, in each and every location, shall be maintained in accordance with the requirements and specifications of the National Electrical Safety Code or any amendments or revisions of said Code, the latest editions of the Bell System Manual of Construction Procedures and safety requirements of Licensor and in compliance with any rules or orders now in effect or that hereafter be issued by the State Regulatory Authority, or other authority having jurisdiction. The Licensee shall maintain its facilities on the Licensor's poles so as to avoid making said poles unsafe or unsightly in appearance. Licensor has the right to demand removal of any facilities on its poles which will make said poles unsafe or unsightly in appearance. The Licensor has the right to refuse attachment by the Licensee of its facilities if in the opinion of the Licensor the attachment is being maintained in a manner that makes said poles unsafe or unsightly in appearance. Drawings marked Exhibits 1 to 8 inclusive, attached hereto and made a part hereof, are descriptive of required construction under some typical conditions, where span lengths are not over three hundred fifty feet (350') and voltage of power facilities does not exceed fifteen thousand (15,000) volts as measured between phase conductor and ground.

7.2.2 Licensee agrees to take any necessary precautions prescribed by Licensor, by the installation of protective equipment or otherwise, to protect all persons and property against injury or damage that may result from Licensee's attachments to Licensor's poles. If, in Licensor's opinion,

Licensee has not taken such necessary precautions, Licensor shall have the right to terminate the permission herein granted upon thirty (30) days' written notice to Licensee. However, Licensor shall not be considered in any way responsible for the adequacy or inadequacy of such precautions of Licensee.

7.3 *Relocation* - Licensee shall at any time, at its own expense, upon five (5) days' notice from Licensor, relocate, replace or renew its facilities placed on said poles, and transfer them to substitute poles, or perform any other work in connection with said facilities that may be required by Licensor; provided, however, that in cases of emergency, Licensor may arrange to relocate, replace or renew the facilities placed on said poles by Licensee, transfer them to substituted poles or perform any other work in connection with said facilities that may be required in the maintenance, replacement, removal or relocation of said poles, the facilities thereon or which may be placed thereon, or for the service needs of Licensor, and Licensee shall, on demand, reimburse Licensor for the expense thereby incurred.

7.4 *Corrections* - If any part of Licensee's facilities is placed or maintained in violation of the standards prescribed in Section 7.2 and Licensee has not corrected the violation within fifteen (15) days from the date of written notice thereof, Licensor may, in addition to any other remedies it may have hereunder, remove or have removed Licensee's facilities from any or all of Licensor's poles or perform or have performed such other work and take such other action in connection with Licensee's facilities that Licensor deems necessary or advisable to comply with the applicable standards, at Licensee's cost and expense and without any liability on the part of Licensor; provided, however, that when in the sole judgment of Licensor such a condition may endanger the safety of the employees of Licensor, other licensees, utilities or municipalities or the employees of other third parties, or interfere with the performance of any service obligations of Licensor, other licensees, utilities or municipalities, Licensor may take such action without prior notice to Licensee.

7.5 *Inspection of Licensee's Facilities* - Licensor may make periodic inspections of any of Licensee's facilities, and Licensee shall reimburse Licensor for any such inspection resulting from a serious safety violation or a series of three or more violations of the Standards set forth in Section 7 during a twelve (12) month period or for inspections made in connection with any unauthorized attachment to poles or anchors of Licensor. Licensor shall give Licensee advance written notice of such inspections, except in those instances where, in the sole judgment of Licensor, safety considerations justify the need for such an inspection without the delay of waiting until a written notice has been forwarded to Licensee. The making of periodic inspections, or the failure to do so, shall not operate to relieve Licensee of any responsibility, obligation or liability assumed under this Agreement.

8. UNAUTHORIZED ATTACHMENT

8.1 Expansion of Licensee's cable television system or attachment of its transmission cable, riser cable, service drops, power supplies, and other appurtenances without proper execution of an Exhibit A for such expansions is expressly prohibited. If any of the Licensee's facilities shall be found attached to poles or anchors of Licensor without the proper execution of an Exhibit A for such facilities, Licensor may, in addition to any other rights or remedies provided under this Agreement or by law, require Licensee to remove such facilities forthwith or Licensor may remove them without liability, and the expense of removal shall be borne by Licensee, or Licensor may impose a charge and require Licensee to submit in writing, within fifteen (15) days after the date of written notification from Licensor, a pole attachment license application. If such application is not received by Licensor within the specified time period, Licensee shall remove its unauthorized attachment within fifteen (15) days of the final date for submitting the required applications, or Licensor may remove such unauthorized attachment without liability, and the expense of such removal shall be paid by Licensee.

8.2 Notwithstanding the provisions of Article 8.1, Licensee may without prior application make attachments to poles utilized as "service drop" or "lift" poles ("Service drop" or "lift" poles are defined as poles supporting only that portion of the Licensee's cable television system which is used solely for conveying cable services from the Licensee's transmission cable to an individual subscriber.), provided that Licensee's facilities are installed in accordance with Article 7.2 and that Licensee make proper application therefor within ten (10) normal working days from the date of the attachment. However, if Licensee establishes a history of neglect of the timely filing of such applications, the Licensor may discontinue the allowance of pre-application attachment for "service drop" or "lift" poles and cause all notification requirements of Article 8.1 to apply to "service drop" or "lift" poles.

8.3 No act or failure to act by Licensor with regard to said unlicensed use shall be deemed a ratification or the licensing of the unlicensed use; and if any license should be subsequently issued, said license shall not operate retroactively or constitute a waiver by Licensor of any of its rights or privileges under this Agreement or otherwise; provided however, that Licensee shall be subject to all liabilities, obligations and responsibilities of this Agreement in regard to said unauthorized use from its inception.

8.4 At intervals of five (5) years during the term of this Agreement, an inventory of Licensee's attachments on Licensor's poles will be conducted at Licensee's expense. This inventory may be conducted either by an independent agent approved by the Licensor, or by the employees of the Licensee and Licensor or their agents working jointly to conduct the inventory, with Licensor's actual cost for the inventory being reimbursed by Licensee.

After each inventory is made, the parties shall adjust the billing for the interim years since the previous inventory by the following method. The new inventory of attachments will be compared to the number of attachments from the most recent billing and including any Exhibits A submitted for attachments made since the most recent billing. Any increase in the number of attachments between the new inventory and the most recent billing and Exhibits A submitted shall be added to each such billing period in accordance with the following formula. Fifty percent of any increase will be added to the earliest billing period and the remaining fifty percent will be divided evenly among the remaining billing periods for the interim years. The billing for each billing period for the interim years shall be adjusted using the Annual Pole Attachment Fee in effect for the billing period and the adjusted number of attachments, plus interest for any underbilled amounts, said interest to be determined in accordance with the FCC rate for calculation of interest on underpayments. The adjusted billing for the interim years, less any amounts previously paid, shall be added to the next regular billing period following the new inventory. Any decrease in the number of attachments between the new inventory and the most recent billing and Exhibits A submitted shall only affect prospective billing. Licensor shall not be liable for refunds or credits of prior billings resulting from the over reporting of attachments. The provisions contained herein for inventory and adjusted billing shall in no way relieve the Licensee of its responsibility to submit timely Exhibits A as described in Article 3 and Article 8.

9. *LEGAL REQUIREMENTS*

9.1 *Laws and Regulations* - Licensee shall at all times observe and comply with all applicable laws, ordinances, statutes, rules or regulations which in any manner relate to the rights and obligations of Licensee under this Agreement.

9.2 *Permits* - Licensee shall obtain authority to erect and maintain its facilities on public and private property or within public streets and highways and shall secure necessary consent from state and municipal authorities or from the owners of property to construct and maintain facilities at the locations of poles of Licensor which it desires to use. No use of Licensor's corridors or poles shall be made prior to Licensee's obtaining all necessary permits. Licensee shall submit to Licensor such evidence of compliance with the foregoing requirements, as Licensor may require.

10. *RISK OF LOSS*

10.1 Licensee shall exercise reasonable care to avoid damaging the facilities of Licensor, and of other licensees, utilities or municipalities attached to Licensor's poles. Licensee assumes all responsibility for any and all loss or damage caused by Licensee's employees, agents or contractors. Licensee shall make an immediate report to Licensor and to other licensees, utilities or municipalities,

as appropriate, of the occurrence of any such damage and shall reimburse the respective parties for all costs incurred in making repairs.

10.2 Licensee agrees to take any necessary precautions prescribed by Licensor, by the installation of protective equipment or otherwise, to protect all persons and property against injury or damage that may result from Licensee's attachments to Licensor's poles. If, in Licensor's opinion, Licensee has not taken such necessary precautions, Licensor shall have the right to terminate the permission herein granted upon thirty (30) days' written notice to Licensee. However, Licensor shall not be considered in any way responsible for the adequacy or inadequacy of such precautions of Licensee.

10.3 Licensee expressly assumes responsibility for determining the condition of all poles to be climbed by its employees, contractors or employees of contractors. Licensor disclaims any warranty or representation regarding the condition and safety of the poles covered by this Agreement. Licensee acknowledges that poles of the Licensor will from time to time become unserviceable and unsafe for climbing prior to Licensor's discovery of such condition. Licensor agrees that upon notification it will replace any pole that has become unserviceable.

11. *LIMITATION OF LIABILITY*

Licensor reserves to itself, its successors and assigns, the right to locate and maintain its corridors and poles and to operate its facilities in such a manner as in its sole judgment will best enable it to fulfill its service requirements. Licensor shall not be liable to Licensee or its subscribers for any special, indirect or consequential loss or damage, arising in any manner out of the use of Licensor's poles or Licensor's actions or omissions in regard thereto, and Licensee shall indemnify and save harmless Licensor from and against any and all claims, demands, causes of action, cost and fees or expenses of whatever kind resulting from any such loss or damage.

12. *INDEMNITY*

Licensee shall indemnify, defend and save harmless Licensor from and against any and all liability, claims, demands, loss, costs and expenses, to include attorney's fees, and any judgment for actual or punitive damages because of: (1) damages to property, (2) injury or death to persons {whether such injury or death is to Licensee's or Licensor's employees or agents, or employees of others, or the public}, (3) any and all such interference with the service rendered by Licensee over its cable or to patrons of Licensee, (4) payments made under any Worker's Compensation Law or under any plan for employees' disability and death benefits, specifically including employees of Licensee or its agent; which may arise out of or be caused by the erection, maintenance, presence, operation or removal of Licensee's cable or the proximity of Licensee's cable to the wires and facilities of Licensor, or any act of Licensee, its agents or employees, on or in the vicinity of Licensor's poles, or any claims upon Licensor for additional compensation for use

of its distribution rights of way for any additional use by the Licensee. Licensee shall carry contractual liability insurance to insure the foregoing indemnity agreement and such other insurance as may be necessary to protect the Licensor from and against any and all claims, demands, actions, judgments, costs, expenses and liabilities of every name and nature which may arise or result, directly or indirectly, from or by reason of this agreement and any injury, loss or death that may result from this license agreement. The amounts of such insurance for property damage shall be Two Hundred Thousand Dollars (\$200,000) as to any one accident, and for injury to, or death of persons, shall be One Million Dollars (\$1,000,000) as to any one accident. Licensee shall also carry such insurance as will protect it from all claims under any Workers' Compensation Laws in effect that may be applicable to it. All insurance required shall remain in force for the entire life of this Agreement or any continuation or extension hereof and until Licensee's cable is removed from the poles of Licensor. The company or companies issuing such insurance shall be approved by Licensor. Licensee shall submit to Licensor a certificate by each insurance carrier showing effectiveness of insurance in accordance with this Agreement and containing a provision that it will not cancel or change any policy of insurance issued except upon thirty (30) days' notice to Licensor.

13. TERM AND TERMINATION

13.1 *Term* - This Agreement shall continue in effect for a term of one year from the effective date hereof, and thereafter until terminated by either party or as otherwise provided in this Agreement.

13.2 *General Termination* - At any time following the expiration of the initial one-year term of this Agreement, either party may terminate this Agreement or terminate or modify any license issued hereunder by giving the other party at least sixty (60) day's prior written notice thereof. All notices of termination or modification of a license by Licensee shall utilize the form as set forth in Exhibit B, attached hereto, as it may be revised from time to time.

13.3 *Termination for Default*

13.3.1 If Licensee fails to comply with any of the terms and conditions of this Agreement or default in any of its obligations under this Agreement, and fails within thirty (30) days after the date of written notice from Licensor to correct such noncompliance or default, Licensor may, at its option and in addition to any other rights or remedies it may have, immediately terminate this Agreement and all licenses issued pursuant hereto, under which such noncompliance or default has occurred.

13.3.2 Notwithstanding the provisions of Section 13.3.1, Licensor may immediately terminate this Agreement, or any license issued hereunder, without prior notice to Licensee, for any defaults by Licensee of the following sections of this Agreement: Section 5, SURETY BOND, Section 9, LEGAL REQUIREMENTS and insurance requirements of Section 12, INDEMNITY.

13.3.3 In the event of such termination for default, Licensor may take possession of all of Licensee's facilities affected thereby and subject to the rights of prior lien holders, may sell or otherwise dispose of such facilities for the purpose of securing payment of all fees, charges and expenses of such termination and collections, including but not limited to, attorney's fees and/or litigation expenses. Nothing contained herein, however, shall be construed to preclude Licensor from pursuing any other remedy provided by law for the collection of any indebtedness or enforcement of any obligation or covenants under this Agreement.

13.4 *Removal of Licensee's Facilities*

13.4.1 In the event of termination of this Agreement, Licensee shall remove its facilities from Licensor's poles within sixty (60) days from the date of termination; provided, however, that Licensee shall be liable for and pay all applicable fees and charges to Licensor until Licensee's facilities are actually removed from Licensor's poles. Licensee shall advise Licensor in writing as to the date on which the removal of Licensee's facilities from each pole has been completed.

13.4.2 If Licensee fails to remove its facilities in compliance with Section 13.4.1, Licensor shall have the right to remove such facilities at Licensee's expense and without any liability on the part of Licensor.

13.5 *Licensee's Liabilities and Obligations* - Termination of this Agreement or any license issued hereunder or the removal of Licensee's facilities, either in whole or in part, for any reason shall not affect Licensee's liabilities and obligations under this Agreement prior to the effective date of such termination or removal of Licensee's facilities.

14. *REMOVAL*

14.1 Licensee may at any time remove its cable from any pole or poles of Licensor, but shall immediately give written notice of such removal to Licensor, pursuant to Article 13.2.

14.2 Licensor reserves to itself and its successors and assigns the right to abandon a pole or poles to which the Licensee's facilities are attached. The Licensee will be given thirty (30) days' notice of each proposed abandonment and shall have the option of removing its facilities or of purchasing the abandoned pole or poles in place from the Licensor. The purchase price will be the estimated current installed cost of the pole or poles, depreciated at a rate of 3.4% per year, less the estimated cost to the Licensor of removing the pole or poles. If the Licensee does not remove its facilities and does not exercise its option to buy the abandoned pole or poles, the Licensee's facilities thereon shall be deemed worthless, and may be caused by the Licensor to be removed from the pole or poles, and be disposed of at any suitable place, all at the expense of Licensee, and Licensor shall be free from any liability therefor to anyone.

15. *WAIVER*

The failure of Licensor to enforce or insist upon strict compliance with any of the terms and conditions of this Agreement or to exercise or delay the exercise of any rights or remedies provided by this Agreement or by law shall not release Licensee from any of its duties or obligations imposed by law or by this Agreement and shall not be deemed a general waiver or relinquishment of any rights or remedies provided Licensor by this Agreement or by law, but the same shall be and remain at all times in full force and effect.

16. *ASSIGNMENT*

Licensee shall not assign or transfer the rights, or delegate the duties, or otherwise dispose of any right, title or interest in all or any part of this Agreement without the prior written consent of Licensor. No such consent granted by Licensor shall be effective until Licensee's successor or assignee has agreed to assume all obligations and liabilities of Licensee under this Agreement. However, no such consent by Licensor shall release Licensee from any obligation or liability under this Agreement.

17. *SERVICE OF NOTICE*

Any notice required or provided for hereunder shall be in writing and shall be delivered personally to the corporate representatives of Licensor and Licensee designated below, or shall be mailed thereto by certified mail, postage prepaid, return receipt requested. Notice shall be effective on the date delivered.

To Licensor:

Duke Power Company
Distribution Department
P. O. Box 33189
Charlotte, NC 28242
ATTN: Manager, Distribution Support
Tel. 704/373-2580

To Licensee:

18. *SEVERABILITY*

Should any provision of this Agreement be determined to be unenforceable or illegal, then said provisions shall be severed from this Agreement and the remainder shall remain in full force and effect.

19. GOVERNING LAW AND VENUE

This Agreement shall be interpreted in accordance with the substantive and procedural laws of the state in which the poles the subject of this Agreement are located. Any action at law or judicial proceeding shall be instituted only in the state or federal courts of the state in which said poles are located.

20. EXECUTION AND EFFECTIVE DATE

This Agreement has been executed by the duly authorized officers of the parties and shall be effective as of the ____ day of _____, 19__.

Witnesses as to Licensor

DUKE POWER COMPANY (Licensor)

By _____
Vice President

ATTEST: _____
Assistant Secretary

Witnesses as to Licensee

Simon Lupberger
Susan Vinz

Telecable of Piedmont, Inc. (Licensee)

By James S. Key
Vice President

ATTEST: Kelen B. Stankley
Asst Secretary

ATTACHMENTS OF T.V. DISTRIBUTION SYSTEM TO POLES

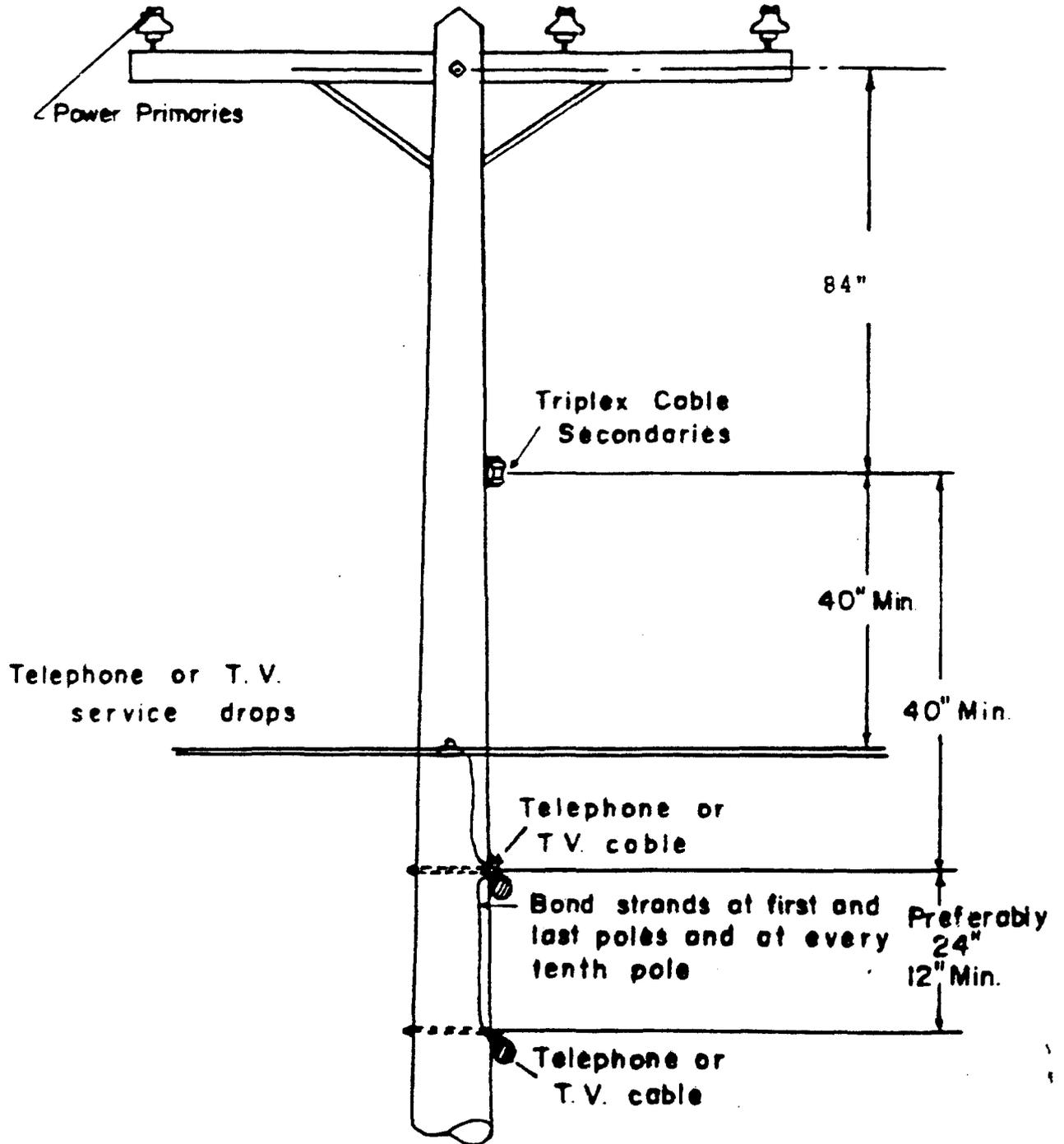
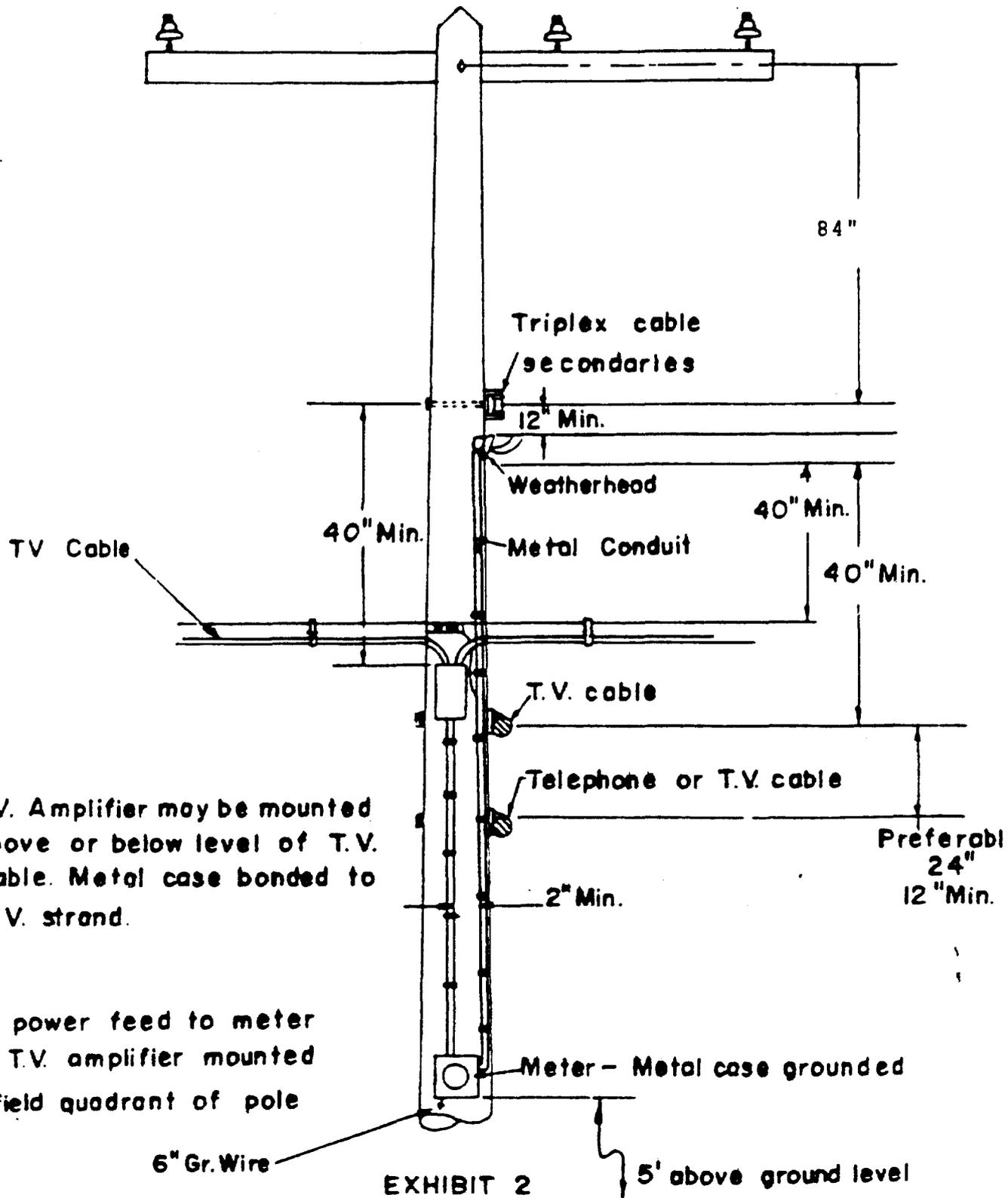


EXHIBIT I

ATTACHMENTS OF T.V. DISTRIBUTION SYSTEM TO POLES



T.V. Amplifier may be mounted above or below level of T.V. cable. Metal case bonded to T.V. strand.

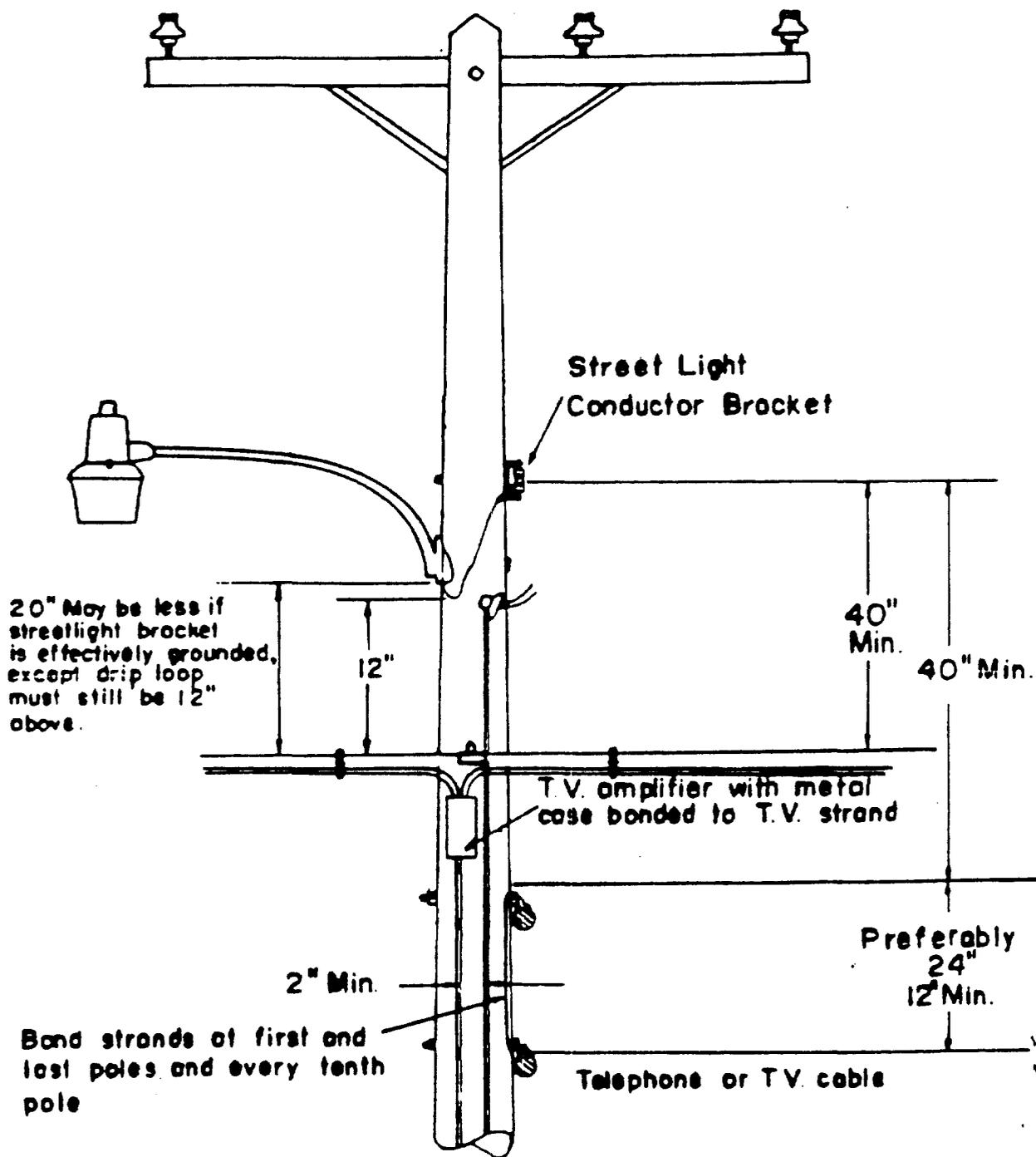
T.V. power feed to meter and T.V. amplifier mounted on field quadrant of pole

6" Gr. Wire

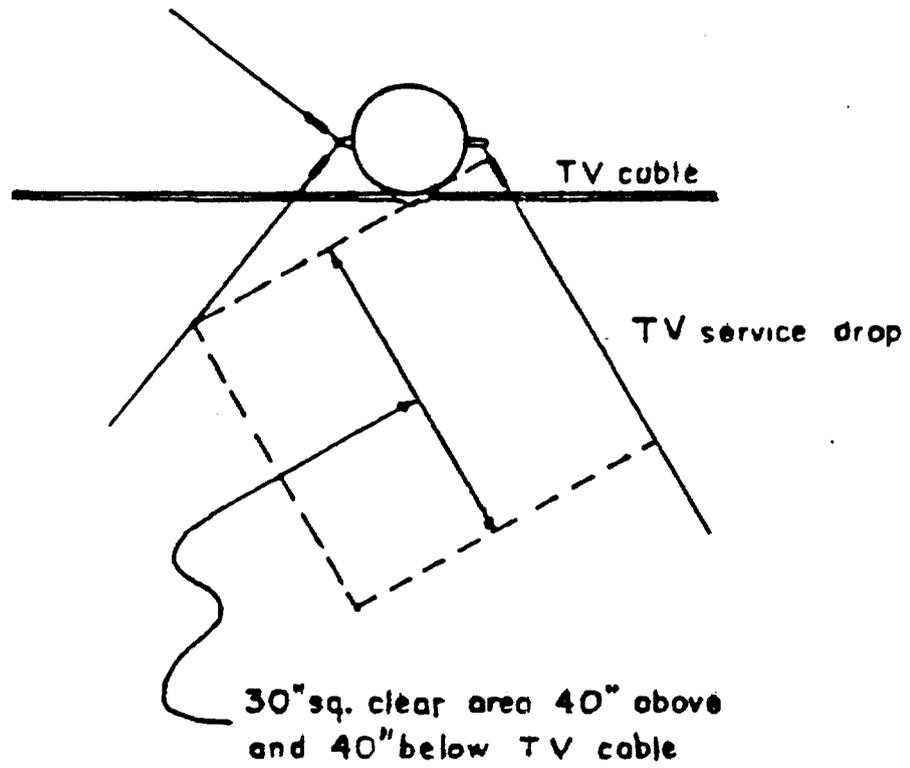
5' above ground level

Preferabl
24"
12" Min.

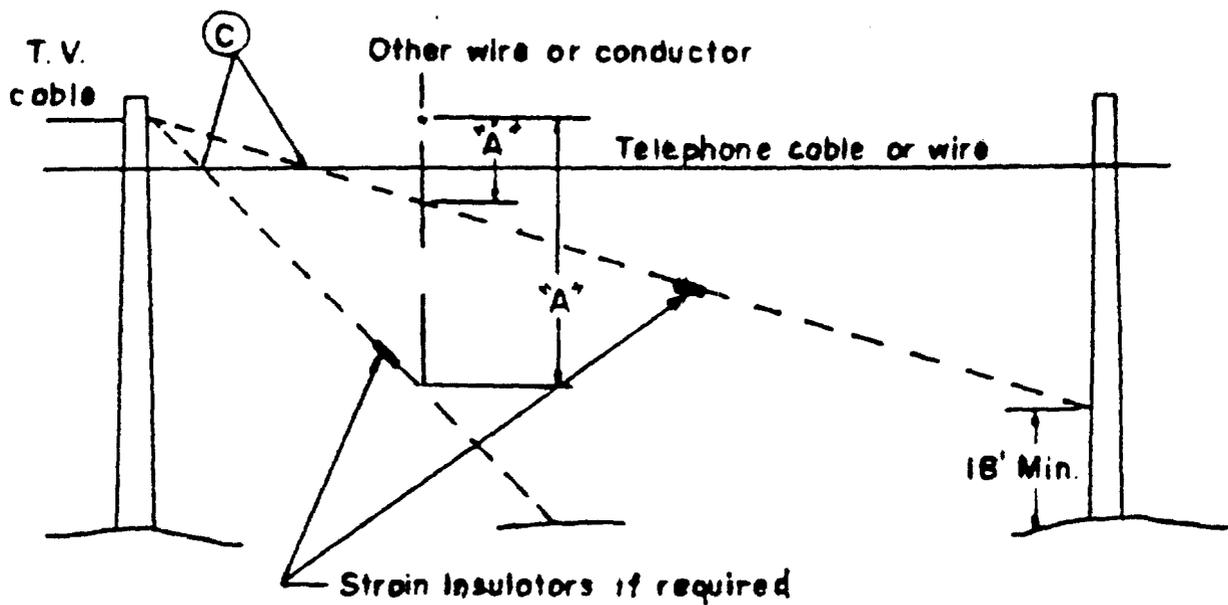
ATTACHMENTS OF T.V. DISTRIBUTION SYSTEM TO POLES



CLIMBING SPACE



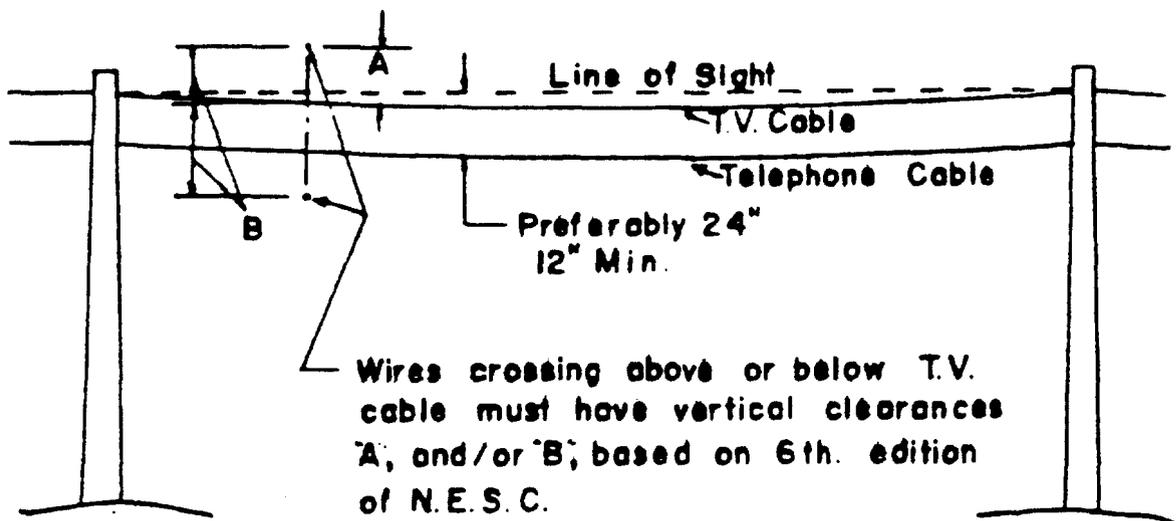
GUYING



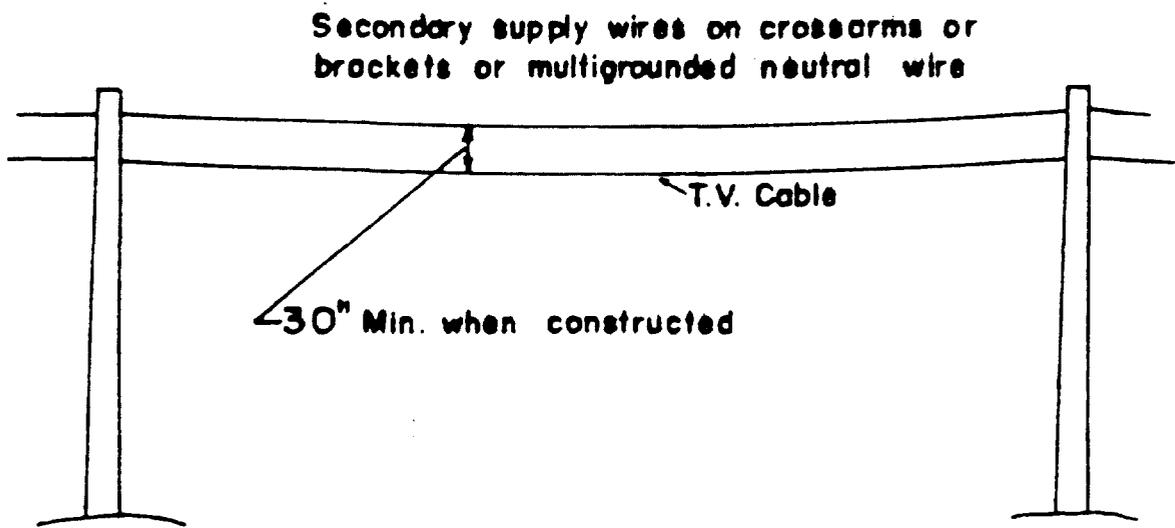
Guy crossing above or below other wires must have vertical clearances "A" based on 6th. edition of N.E.S.C.

Guy at point "C" must clear telephone cable or wires by 3" minimum

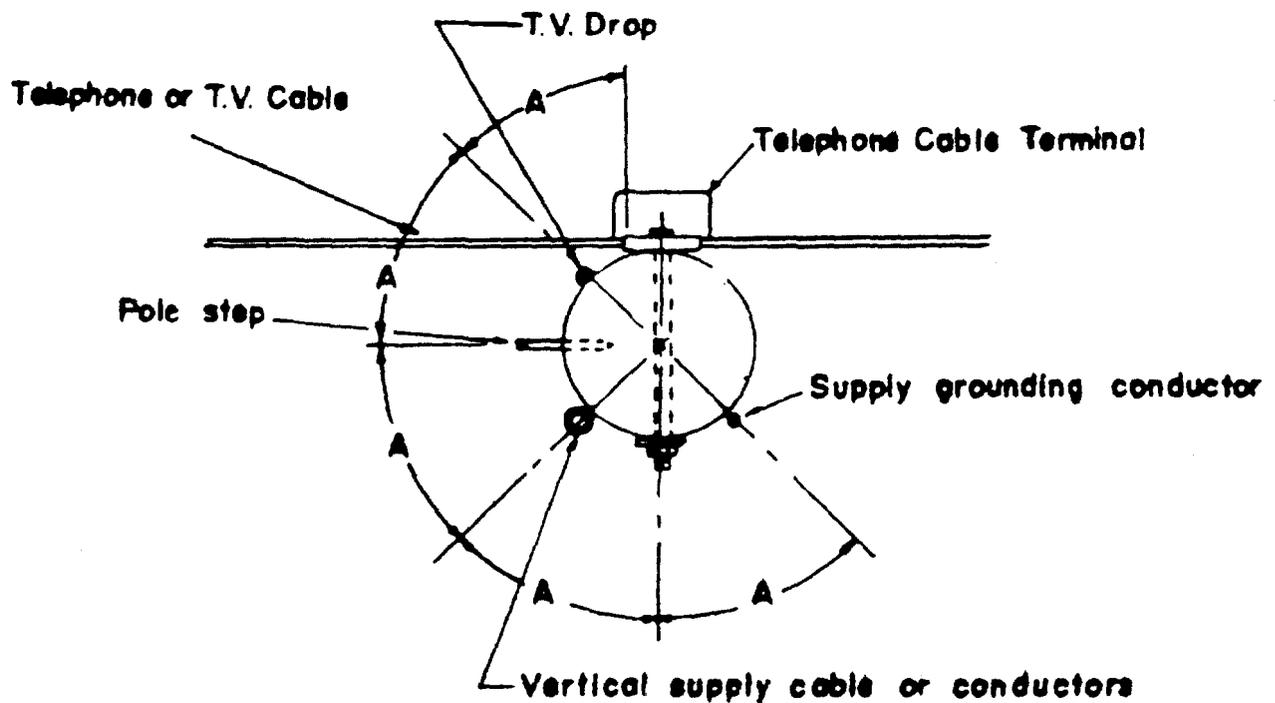
SPAN CLEARANCE



SPAN CLEARANCE



HORIZONTAL CLEARANCE



Dimension 'A' to be 45° where practicable but in no case shall vertical runs have a clearance of less than 2" from the nearest metal part of the equipment of another

Greer
district

ARTICLE 1

RECITALS

ARTICLE 2

ENTIRE AGREEMENT

ARTICLE 3

SCOPE OF AGREEMENT

ARTICLE 4

FEEs AND CHARGES

ARTICLE 5

SURETY BOND

ARTICLE 6

MAKE-READY WORK

ARTICLE 7

STANDARDS AND SPECIFICATIONS

ARTICLE 8

UNAUTHORIZED ATTACHMENT

ARTICLE 9

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ARTICLE 10
RISK OF LOSS

ARTICLE 11
LIMITATION OF LIABILITY

ARTICLE 12
INDEMNITY

ARTICLE 13
TERM AND TERMINATION

ARTICLE 14
REMOVAL

ARTICLE 15
WAIVER

ARTICLE 16
ASSIGNMENT

ARTICLE 17
SERVICE OF NOTICE

ARTICLE 18
SEVERABILITY

ARTICLE 19
GOVERNING LAW AND VENUE

ARTICLE 20
EXECUTION AND EFFECTIVE DATE

**POLE ATTACHMENT AGREEMENT
BETWEEN
DUKE POWER COMPANY
AND**

TeleCable of Piedmont, Inc.,
~~Telecable Corporation~~

JSK

THIS AGREEMENT, Made this _____ day of _____, _____, between DUKE POWER COMPANY, a North Carolina corporation, hereinafter referred to as "Duke or Licensor," and TeleCable Corporation TeleCable of Piedmont, Inc., hereinafter referred to as "Licensee";

JSK

WITNESSETH:

1. RECITALS

This Agreement is made with reference to the following facts:

1.1 Licensee proposes to provide cable television service to persons residing in the Greer Location (serving portions of Greenville County: Lyman, Duncan, and Wellman) and the vicinity thereof, as shown and enclosed by red lines on map marked Exhibit 9 hereto attached and made a part hereof, and desires to utilize the power line corridors and poles of Licensor for such purpose.

1.2 Duke is willing to authorize the installation of attachments on its poles to the extent Duke, in its sole discretion, may deem appropriate and in accordance with the terms of this Agreement.

2. ENTIRE AGREEMENT

This Agreement embodies the entire understanding between Licensor and Licensee and shall supersede any prior contracts, representations, negotiations or letters pertaining to the subject matter of this Agreement, whether written or oral. The parties shall not be bound by or be liable for any statement, representation, promise, inducement or understanding of any kind not set forth herein. This Agreement includes all documents attached hereto and incorporated herein by reference. This Agreement may not be modified or amended in any manner unless done so in writing and signed by both parties.

3. SCOPE OF AGREEMENT

3.1 *General* - Subject to the provisions of this Agreement, Duke agrees to issue to Licensee a license in the form of Exhibit A hereto attached, as it may be revised from time to time, authorizing attachment of Licensee's cable television facilities to the utility poles of Licensor along and within such corridors and on such poles as are, in the sole judgment of Licensor, suitable and available for such attachments. A license must be applied for and obtained for each and every extension of Licensee's cable system where an attachment is to be made to Licensor's poles. Each license shall describe in sufficient detail the

location of the expansion and the poles on which the Licensee proposes to attach. Licensor does hereby license attachments to the poles of Licensor made prior to the date of this Agreement by Licensee or by Licensee's predecessor under a prior attachment agreement and which were made in strict compliance with the terms and conditions of the prior attachment agreement. All licenses issued under any such prior agreement shall be incorporated as made under this Agreement.

3.2 *Facilities* - The cable television system attached by Licensee shall consist of a single television transmission cable with other necessary appurtenances to be used only for the one-way transmission of video broadcast material to subscribers incident to the operation of a cable television system. Cable television service hereunder shall not include any type of data transmission service. Use of Licensee's facilities for any other purpose is prohibited. Joint use of underground trenches or rights of way are not included within the scope of this Agreement. No license shall be granted for the use of corridors, lines, poles or towers classified by Licensor for transmission use.

3.3 *Attachments* - Upon issuance of a license, Licensee shall have the nonexclusive right to attach its transmission cable, riser cable, guys, service drops, amplifiers and other appurtenances, to the poles described in such license.

3.4 *Rights Reserved*

3.4.1 No use, however extended, of poles or payment of any fees or charges required under this Agreement shall create or vest in Licensee any ownership of property rights in such poles. Licensee's right herein shall be and remain a license. Neither this Agreement nor any license granted hereunder shall constitute an assignment of any of Duke's rights to use the public or private property at the location of such poles.

3.4.2 Nothing contained in this Agreement shall be construed to compel Duke to construct, retain, extend, place or maintain any pole or other facilities not needed for Duke's own service requirements.

3.4.3 Nothing contained in this Agreement shall be construed as a limitation, restriction or prohibition against Duke with respect to any agreement and/or arrangement which Duke has heretofore entered into with others not a party to this Agreement, or may in the future enter into with any electric utility, regulated local service telephone utility or municipality regarding the poles covered by this Agreement. The rights of Licensee shall at all times be subordinate to any such existing or future agreement and/or arrangement with electric utilities, regulated local service telephone utilities and municipalities.

3.4.4 In the event either Licensor, other electric utility, a local service telephone utility or a municipality desires to attach facilities to a pole to which Licensee has previously attached its cable and by reason of the presence of Licensee's

cable said pole cannot support or accommodate the proposed facilities of Licensor, other electric utility, telephone utility or municipality, then Licensee shall either remove its cable from the pole or pay to the Licensor all costs incurred in making the pole capable of accommodating or supporting the proposed facilities. Licensee shall remove its cable or pay make-ready costs in those cases where in the opinion of Licensor the pole would have accommodated or supported the facilities of the Licensor, other electric utility, telephone utility or municipality but for the presence of Licensee's cable. Make-ready cost shall be determined in accordance with Article 6 *infra*.

3.4.5 If Licensee does not rearrange, transfer or remove its cable or guy wire within thirty (30) days following the date of written notice from Licensor regarding such requirements, Licensor, other electric utility, local service telephone utilities or municipalities may perform the work involved and Licensee shall pay the full costs thereof.

3.4.6 Licensor reserves to itself, its successors and assigns, and to the owners of other facilities attached to said poles, the right to maintain, replace and enlarge its facilities and to operate the same from time to time in such manner as will best enable it, in its sole judgment, to meet the needs of its customers and fulfill its own service requirements. Licensor shall not be liable to Licensee or to Licensee's customers for any interruption to service of Licensee or for interference with the operation of Licensee's cable arising in any manner out of the use of Licensor's poles hereunder, or arising in any manner out of the condition or character of Licensor's facilities or the manner of the operation thereof.

3.4.7 Licensor reserves the right and option, exercisable in its sole discretion, upon written notice thereof to Licensee, to withdraw from any obligation to issue licenses for additional corridors or attachments. In the event Licensor shall withdraw the right to additional licenses, this Agreement shall remain in force as to all licenses then in existence unless terminated by either party pursuant to Article 13.

4. FEES AND CHARGES

4.1 *Attachment Fee* - Licensee shall pay to Licensor, for attachments of its cable to poles under this Agreement, rental in an amount to be determined by multiplying the number of poles to which Licensee is attached by the maximum Annual Pole Attachment Fee allowable under the rules and regulations issued by the Federal Communications Commission pursuant to the Federal Pole Attachment Act or as may be determined by the appropriate state regulatory commission, as the case may be. The parties agree that the fee in effect under any prior agreements shall remain in effect for the remainder of the current billing period. Beginning with the next billing period, the Annual Pole Attachment Fee for the attachment of Licensee's cable shall be \$3.50 per pole per year.

At the request of either party, the Annual Pole Attachment Fee may be adjusted retroactive to January 1 of the year during which such request is made. The Annual Pole Attachment Fee shall be based upon data from Licensor's Federal Energy Regulatory Commission (FERC) Form 1 for the calendar year immediately preceding.

4.2 *Attachment Fee*

4.2.1 The Attachment Fee shall be assessed semiannually based upon the number of poles of Licensor for which licenses have been issued, less those for which the license has been terminated, as of December 1 or June 1 and multiplied by one half the Annual Pole Attachment Fee.

4.2.2 The Attachment Fee shall be assessed as of the effective date of the License and shall not be refundable due to early termination of such License.

4.3 *Additional Fee* - The fee imposed upon Licensee specified in Article 4.1 is for the right to attach Licensee's cable to Licensor's poles under §224 of the Communications Act of 1934 and regulations pursuant thereto. Licensee shall pay an Additional Fee for the following services:

4.3.1 *Amplifiers* - For the privilege of attaching amplifiers, power supply apparatus or similar devices, hereinafter termed "amplifiers", to any pole of Licensor, Licensee shall pay an annual fee equal to two times the Annual Pole Attachment Fee then in effect. Licensee shall report on December 1 and June 1 of each year the number of amplifiers attached to Licensor's poles. The Additional Fee for amplifiers shall be assessed semiannually based upon the number of amplifiers attached to Licensor's poles as of December 1 or June 1 and multiplied by the Annual Pole Attachment Fee. No charge shall be made for in-line amplifiers attached to Licensee's cable and not directly attached to Licensor's poles.

4.4 *Fees Cumulative* - The fees herein charged for additional attachments are cumulative. Licensee agrees to pay cumulative rental for all attachments upon any single pole.

4.5 *Adjustment of Additional Fees* - In the event the basic Annual Pole Attachment Fee is adjusted pursuant to Article 4.1, then the Additional Fee in Article 4.3 shall be adjusted proportionally to any increase or decrease in the Annual Pole Attachment Fee.

4.6 *Terms of Payment* - The Attachment Fee and all Additional fees shall be payable in advance in semiannual payments as of the First day of January, based upon the number of poles to which Licensee is attached and the number of amplifiers attached to Licensor's poles as of the preceding first day of December, and the First day of July, based upon the number of poles to which Licensee is attached and the number of amplifiers attached to Licensor's poles as of the preceding first day of June of each year. Nonpayment shall constitute a default of this Agreement.