FINAL

COUNTY COUNCIL OF ANNE ARUNDEL COUNTY, MARYLAND

Legislative Session 2021, Legislative Day No. 18

Bill No. 77-21

Introduced by Ms. Lacey, Chair (by request of the County Executive)

By the County Council, September 20, 2021

Introduced and first read on September 20, 2021 Public Hearing set for and held on October 18, 2021 Bill Expires December 24, 2021

By Order: Laura Corby, Administrative Officer

A BILL ENTITLED

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1 2 3	AN ORDINANCE concerning: Transfer of Control of Cable Franchisee – Anne Arundel Broadband, LLC
3 4	FOR the purpose of approving the transfer of control of the cable franchisee Anne Arundel
5	Broadband, LLC, from WideOpenWest Mid-Michigan Holdings, LLC, a wholly-
6	owned subsidiary of WideOpenWest Finance, LLC to Starpower Communications,
7	LLC and generally relating to the cable franchise held by Anne Arundel Broadband,
8	LLC.
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10	WHEREAS, the franchise of Millennium Digital Media Systems, L.L.C.
11	("Millennium") to operate a cable system in defined areas of the County was
12	renewed pursuant to the terms and conditions of a Cable Franchise Agreement
13	between Anne Arundel County, Maryland, and Millennium Digital Media, L.L.C.
14	dated September 12, 2006, and approved by Bill No. 93-06 (the "Broadstripe Cable
15	Franchise Agreement"); and
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17	WHEREAS, Millennium changed its name to Broadstripe, L.L.C. ("Broadstripe"),
18	as was acknowledged by the County in Bill No. 64-08; and
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20	WHEREAS, Broadstripe transferred its cable franchise and cable system assets to
21	Anne Arundel Broadband, LLC, on January 13, 2012, with the approval of the
22	County, as set forth in Bill No. 80-11; and
23	WHEDEAC 4 1 '4 4' '4 4 4 C C
24	WHEREAS, contemporaneously with granting its consent to the transfer from
25	Broadstripe to Anne Arundel Broadband, LLC, the County also approved an
26	amendment to the Broadstripe Cable Franchise Agreement to expand the Local
27 28	Franchise Area to add all unincorporated portions of Anne Arundel County south of Route 50 (John Hanson Highway); and

WHEREAS, Anne Arundel Broadband, LLC was newly formed by WaveDivision Holdings, LLC, WideOpenWest Finance, LLC, and John Bjorn (an individual) at the time of the above-mentioned transfer from Broadstripe, LLC, with WaveDivision Holdings, LLC having an indirect majority ownership and management control of Anne Arundel Broadband, LLC through its ownership and control of Maryland Broadband, LLC, the parent of Anne Arundel Broadband, LLC, and WideOpenWest Finance, LLC having a direct 5% ownership interest in Anne Arundel Broadband, LLC; and

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WHEREAS, on May 1, 2014, asserting that it believed that the transaction fell within an exception to the definition of "transfer", as defined in § 10-3-105(a)(2)(ii) of the Anne Arundel County Code (2005, as amended) and Section 1.39.2 of the Broadstripe Cable Franchise Agreement (as amended), and without the County's prior approval, WideOpenWest Mid-Michigan Holdings, LLC acquired a 75.2785% indirect ownership interest in Anne Arundel Broadband, LLC through an equity acquisition in Maryland Broadband, LLC pursuant to a Unit Purchase Agreement by and among WideOpenWest Finance, LLC, Sandler Capital Partners V, L.P., SCP V FTE WaveDivision Holdings, L.P., and SCP V Germany WaveDivision Holdings, L.P. ("Transfer of Control Transaction"); and

WHEREAS, the County disapproved the premature closing of the Transfer of Control Transaction as violating § 10-3-105(f) of the Anne Arundel County Code (2005, as amended) and Section 10 of the Broadstripe Cable Franchise Agreement, which require the prior consent of the County, in the form of an ordinance enacted by the County Council, to a transfer of a franchise, franchisee, or cable system as defined by § 10-3-105(a) of the Anne Arundel County Code (2005, as amended) and Section 1.39 of the Broadstripe Cable Franchise Agreement (as amended); and

WHEREAS, following subsequent discussions, the County consented to the transfer of control of the cable franchisee to WideOpenWest Mid-Michigan Holdings, LLC as set forth in Bill No. 95-15; and

WHEREAS, by written application received on July 28, 2021, Anne Arundel Broadband, LLC has requested the consent of the County to the Transfer of Control Transaction, a transaction constituting a transfer of the cable franchise, as defined by § 10-3-105(a) of the Anne Arundel County Code (2005, as amended) and Section 1.39 of the Broadstripe Cable Franchise Agreement (as amended) from WideOpenWest Mid-Michigan Holdings, LLC to Starpower Communications, LLC; and

 WHEREAS, § 10-3-105(f) of the Anne Arundel County Code (2005, as amended) and Section 10 of the Broadstripe Cable Franchise Agreement require the prior consent of the County, in the form of an ordinance enacted by the County Council, to a transfer of a franchise, franchisee, or cable system as defined by § 10-3-105(a) of the Anne Arundel County Code (2005, as amended) and Section 1.39 of the Broadstripe Cable Franchise Agreement (as amended); and

WHEREAS, upon approval of the Transfer of Control Transaction, cable service will continue to be provided to the subscribers of Anne Arundel Broadband, LLC

under the terms and conditions of the Broadstripe Cable Franchise Agreement (as amended); now, therefore,

SECTION 1. *Be it enacted by the County Council of Anne Arundel County, Maryland*,

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SECTION 2. And be it further enacted, That this Ordinance shall take effect 45 days from the date it becomes law.

That it hereby consents to the transaction described in the written application dated July

READ AND PASSED this 18th day of October, 2021

28, 2021, pursuant to § 10-3-105(f) of the County Code.

By Order:

Laura Corby *U*Administrative Officer

PRESENTED to the County Executive for his approval this 19th day of October, 2021

Laura Corby

Administrative Officer

APPROVED AND ENACTED this 20th day of October, 2021

Steuart Pittman
County Executive

EFFECTIVE DATE: December 4, 2021

I HEREBY CERTIFY THAT THIS IS A TRUE AND CORRECT COPY OF BILL NO. 77-21 THE ORIGINAL OF WHICH IS RETAINED IN THE FILES OF THE COUNTY COUNCIL.

Administrative Officer