

Description of Fees, Surcharges, Taxes at commZoom

Franchise Fee – commZoom® operates under a state issued franchise for the provision of cable service or video service. commZoom passes a percentage of its gross video revenues to the municipality in which it operates pursuant to state law and is allowed to recover from the provider’s customers any fee imposed for this purpose.

FCC Fee –The Federal Communications Commission (“FCC”) imposes a regulatory fee on commZoom based on each commZoom television subscriber, which have chosen to pass through to each commZoom television subscriber.

Broadcast TV Fee – The government allows Broadcasters to charge cable TV providers such as commZoom to retransmit the broadcast signals in order to receive a signal that would otherwise be free over the air. This is a significant portion of the cost commZoom must incur to deliver local broadcast channels to each cable TV subscriber. commZoom and other cable TV providers use the Broadcast TV fee to recover just a portion of the fees which it is charged by and paid to the Broadcasters. By law, commZoom is not allowed to sell the Broadcast channels separately from our basic tier of video service. The Broadcast TV Fee is applicable to all subscribers to our video service.

Sports Programming Fee – Sports programming costs represent a disproportionate share of the total cost of programming that commZoom incurs in order to deliver programming to its subscribers. The costs charged by Regional Sports Networks and national sports network are traditionally among the highest that local cable providers face and also represent the programming with the highest annual increases. In order to continue to provide this popular category of programming to our subscribers, commZoom and other cable TV providers pass along a surcharge to its subscribers to help offset the charges paid to sports programmers. The surcharge is just a portion of the total cost of providing this programming. In addition, the providers require the sports programming to be carried on our Expanded Basic tier and do not allow commZoom to separate such programming into a separate tier. The fee is applicable to all subscribers receiving the programming.

Taxes – commZoom is required to collect taxes on various services. These amounts are collected on behalf of and paid to the various governmental entities.

TV on MySide

For more information about how commZoom and other small and medium sized cable TV providers fight against excessive network fee increases from large, powerful media conglomerates, which contribute to the Broadcast TV Fees and work to keep your costs as low as possible, please visit the website at www.tvonmyside.com/commZoom/index.php.