

MAR 7 2019

**FCC FORM 1240
ANNUAL FILING**

Mass. Dept. of
Telecommunications & Cable

PREPARATION DOCUMENTATION

This memo will serve to document, in general terms, the approach and assumptions used in preparing the annual filing of FCC Form 1240 for systems owned and/or managed by CoxCom, LLC. Where an FCC Order or Public Notice applies, it is referenced by number. Questions about the mathematical calculations and formulas used in the Form 1240 and the Worksheets should be referenced to the "Instructions for FCC Form 1240."

MODULE A – MAXIMUM PERMITTED RATE FROM PREVIOUS FILING

Line A1 The current maximum permitted rate equals the maximum permitted rate from the prior Form 1240, Line 19.

MODULE B: SUBSCRIBERSHIP

Line B1 The average subscribership for True-Up Period 1 is calculated by taking the average of the actual subscribers for each month of the True-Up Period indicated in Question 6 of FCC Form 1240.

Line B3 The estimated average subscribership for the Projected Period is calculated by taking the average of the budget subscribers for each month of the Projected Period indicated in Question 5 of FCC Form 1240.

MODULE C: INFLATION INFORMATION

Line C3 The inflation factor for the True-Up Period is calculated using the Gross National Product Price Index. The individual factors used for each month of the True-Up Period reflect the quarterly factors released by the FCC (DA 18-1305) summarized as follows:

<u>QUM</u>	<u>Months Covered</u>	<u>Inflation</u>
4Q17	Nov-17 – Dec-17	2.33%
1Q18	Jan-18 – Mar-18	2.20%
2Q18	Apr-18 – Jun-18	3.04%
3Q18	Jul – 18 – Sept-18	1.81%
4Q18	Oct-18	1.81%

The appropriate inflation factor is entered on Worksheet 1 for each month of the True-Up Period and divided by twelve. The number 1.0 is then added to the result and entered on Line 113 of Worksheet 1.

D.T.C. # 19-3

E.X.H. # 1

DATE 3/7/19

H.O. Rosalie Forzio-Synnellayeva

WORKSHEET 7 – EXTERNAL COSTS

Line 701 Programming costs are based on the program channels listed on the channel lineup times the monthly subscribers times the contract rate per channel.

Line 702 Retransmission Consent Fees are based on actual cost for retransmission consent.

Line 703 Copyright fees are based on the statement of accounts submitted to the Licensing Division Copyright Office Library of Congress.

WORKSHEET 8 – TRUE-UP RATE CHARGED

Line 813 True-Up Period rates charged reflect actual retail rates, per the rate card. Rates exclude FCC regulatory fees and franchise fees.