

**Before the
Federal Communications Commission
Washington, D.C. 20554**

In the Matter of:)
)
ALTRIO COMMUNICATIONS, INC.)
)
)
Certification to Operate an)
Open Video System)
)
)

MEMORANDUM OPINION AND ORDER

Adopted: November 8, 2000

Released: November 9, 2000

By the Chief, Consumer Protection and Competition Division, Cable Services Bureau:

I. INTRODUCTION

1. On October 30, 2000, Altrio Communications, Inc. ("Altrio") filed an application for certification to operate an open video system pursuant to Section 653(a)(1) of the Communications Act of 1934 ("Communications Act") and the Commission's rules.¹ Altrio seeks to operate an open video system in various communities in Los Angeles, Orange, and Ventura Counties, California (the "Service Areas").²

¹47 U.S.C. § 573(a)(1); 47 C.F.R. § 76.1502.

²The Service Areas for which Altrio seeks certification are: Acton, Agoura, Agoura Hills (CA1025) (CA1187), Alhambra, Altadena, Arcadia, Artesia, Athens, Avalon, Azusa, Baldwin Hills, Baldwin Park (CA0532) (CA1313), Bassett, Bell, Bell Gardens (CA0533) (CA0920), Bellflower, Beverly Hills, Boyle Heights, Bradbury, Burbank, Calabasas (CA0248) (CA0258) (CA1459) (CA1482), Calabasas Park, Canoga Park, Canyon Country, Canyon View Estates, Carson, Cerritos, Chapman Woods, Claremont (CA1224) (CA1346), Commerce, Compton (CA0625) (CA1126), Cordova Trailer Park, Covina, Cudahy, Culver City, Diamond Bar (CA0179) (CA1394), Downey, Duarte (CA0129) (CA1119), East Los Angeles, El Monte (CA1019) (CA1021), El Portal, El Rancho Green Valley, El Segundo, Elizabeth Lakes (CA1300) (CA1393), Encino, Firestone, Florence, Fort Macarthur AFB, Gardena, Glendale, Glendora, Granada Hills, Green Valley, Hacienda Heights, Harbor City, Hawaiian Gardens, Hawthorne, Hawthorne (NW), Hermosa Beach, Hidden Hills, Huntington Park, Industry, Inglewood, Irwindale, La Canada, La Canada Flintridge, La Crescenta (CA0181) (CA0956), La Habra Heights, La Mirada, La Puente, La Verne, Ladera Heights (CA0488) (CA0938), Lake Hollywood, Lake Hughes, Lake Los Angeles, Lakeside Apt Complex, Lakeside Park, Lakewood, Lancaster, Laverne (CA0766) (CA0954), Lawndale, Lennox, Leona Valley, Little Rock, Lomita, Long Beach, Long Beach Naval Station, Los Angeles (CA0131) (CA0219) (CA0253) (CA0259) (CA0341) (CA0695) (CA0753) (CA0808) (CA0833) (CA1010) (CA1167) (CA1175) (CA1194) (CA1209) (CA1219) (CA1242) (CA1267) (CA1354) (CA1406) (CA1430) (CA1448) (CA1478) (CA1552), Los Angeles (E) (CA1276) (CA1458), Los Angeles (Malibu), Los Angeles (San Pedro), Los Angeles (Topanga), Lower Hastings Ranch, Lynwood, Malibu (CA0080) (CA0249), Manhattan Beach, Marina Del Rey, Maywood (CA0530) (CA0809), Monrovia, Monrovia (S), Montebello, Monterey Park, Montrose (CA 0955) (CA 1441), Newhall
(continued...)

In accordance with our procedures,³ the Commission published notice of receipt of Altrio's certification application⁴ and posted the application on the Internet.⁵ No comments were received.

2. Pursuant to Section 653(a)(1) of the Communications Act, any entity meeting the requirements may obtain certification to operate an open video system.⁶ In light of the brief period (ten days) for Commission review of certification filings, the Commission concluded that Congress intended there to be a streamlined certification process.⁷ Open video system operators may apply for certification at

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(CA0268) (CA0763), North Torrance, Northridge, Norwalk, Pacific Palisades, Palmdale, Palos Verdes Estates, Paramount, Pasadena (CA 0725) (CA1093), Pasadena (East), Pasadena (Florecita), Pasadena (Upper Hastings), Pearlblossom, Pico Rivera (CA 0921) (CA 1176), Pine Tree, Playa Del Rey, Pomona (CA0187) (CA0810), Quartz Hill, Rancho Palos Verdes, Redondo Beach, Reseda, Rolling Hill Estates, Rolling Hills, Rosemead (CA0567) (CA1361), Rowland Heights, San Dimas, San Fernando, San Gabriel, San Marino, San Pedro, San Pedro Navel, Santa Clarita ((CA1355) (CA1379) (CA1380), Santa Fe Springs, Santa Monica, Saugus (CA0271) (CA0830), Sepulveda, Sierra Madre, Signal Hill, South El Monte, South Gate, South Pasadena, South San Gabriel, South Whittier, Sun Valley, Sylmar, Tarzana, Temple City (CA0529) (CA0871), Topanga, Torrance, Trousdale Estates, USN Station Long Beach, Valencia, Valinda, Walnut (CA0899) (CA1221), Walnut Park, West Covina, West Hollywood, West Van Nuys, West Whittier, Westchester, Westlake Village (CA0283) (CA0284), Whittier, Whittier Narrows, Willow Brook, Wilmington, Windsor Hills, Winnetka, Woodland Hill, Woodlawn Hills, Aegean Hills, Aliso Viejo, Anaheim (CA0615) (CA0813), Anaheim Hills, Brea, Buena Park, Capistrano Beach (CA0652) (CA1086), Costa Mesa, Coto De Caza, Cypress (CA1203) (CA1540), Cypress College, Dana Point (CA0549) (CA1263), El Toro (M C A S), El Toro Estates, Emerald Bay, Foothill Ranch, Fountain Valley, Fullerton (CA0541) (CA0818), Fullerton College, Garden Grove (CA0399) (CA0943), Huntington Beach, Irvine, La Habra (CA0018) (CA0133), Laguna Beach, Laguna Hills (CA1085) (CA1431), Laguna Niguel (CA0231) (CA0316) (CA0913) (CA1262), Laguna Woods, Lake Forest, Lapalma, Los Alamitos (CA0944) (CA1444), Midway, Mission Viejo (CA0170) (CA1345), Modjeska Canyon, Newport Beach (CA0060) (CA0458), Newport Coast, Orange (CA0754) (CA0814) (CA0940) (CA1306) (CA1460) (CA1549), Orange (Central) (CA1140) (CA1147), Orange (Northern), Placentia, Portola Hills, Rancho Santa Margarita, Rossmoor, San Clemente (CA0193) (CA0320), San Juan Capistrano (CA0321) (CA0367), Santa Ana, Seal Beach, Silverado Canyon, South Laguna, Stanton, Trabuco Canyon, Tustin (CA0194) (CA0681) (CA0811), Tustin (M C A S), Villa Park, Westminster, Yorba Linda, Yorba Linda Campus, Agoura, Bell Canyon, Camarillo (CA0048) (CA0653) (CA1550), Conejo, El Rio, Fillmore, Fillmore ET AL (CA0307), Leisure Village, Moorpark (CA0313) (CA1425), Oak Park, Oak Park ET AL (CA0257), Ojai, Ojai ET AL (CA0300), Oxnard (CA0396) (CA1554), Point Mugu Nas, Port Heuneme (CA0397) (CA1555), Port Hueneme Naval Station, Rancho Camarillo, Santa Paula (CA0322) (CA0323), Simi, Simi Valley, Somis, Thousand Oaks (CA0303) (CA0850) (CA1206) (CA1543), Ventura (CA0005) (CA0024) (CA0274) (CA0275) (CA0302) (CA0398) (CA0498) (CA0626) (CA0714) (CA0715) (CA0731) (CA0755) (CA0881) (CA1186) (CA1405) (CA1544).

³See *Implementation of Section 302 of the Telecommunications Act of 1996, Open Video Systems, Second Report and Order*, 11 FCC Rcd 18223, 18247 (1996) ("*Second Report and Order*").

⁴See *Public Notice*, "Altrio Communications, Inc. Files An Application For Open Video System Certification," DA 00-2470 (CSB, rel. November 1, 2000).

⁵The Altrio application is available *via* the Internet at <http://www.fcc.gov/csb/ovs/csovscer.html>.

⁶See 47 U.S.C. § 573(a)(1); 47 C.F.R. § 76.1501. However, an operator of a cable system generally may not obtain such certification within its service area unless it is subject to "effective competition" as defined in Section 623(1)(l) of the Communications Act, 47 U.S.C. § 543(1)(l).

⁷*Second Report and Order*, 11 FCC Rcd at 18243.

any point prior to the commencement of service. Open video system operators must obtain certification prior to the commencement of service, allowing sufficient time to comply with the Commission's requirements regarding notifications that applicants must provide to potential programming providers.⁸

3. As part of the certification process, the applicant must acknowledge and accept the obligations associated with operation of an open video system and must provide certain information regarding its proposed system.⁹ To obtain certification, an applicant must file FCC Form 1275, which requires, among other things: (a) a statement of ownership, including a list of all affiliated entities;¹⁰ (b) a representation that the applicant will comply with the Commission's regulations under Section 653(b) of the Communications Act;¹¹ (c) a list of the names of the communities the applicant intends to serve; (d) a statement of the anticipated type and amount of capacity that the system will provide; and (e) a statement as to whether the applicant is a cable operator applying for certification within its cable franchise area.

II. DISCUSSION

4. Altrio has submitted an application on FCC Form 1275 for certification to operate an open video system in the Service Areas. We have reviewed the information contained in Altrio's application. As required by Form 1275, the Altrio application provides the following: company information and a separate statement of ownership listing affiliated entities; eligibility and compliance representations; and system information and verification statements. Altrio also stated that it served its application upon the designated telecommunications officials in each of the communities involved.

5. We find that Altrio has provided the requisite facts and representations concerning the open video system it intends to operate and has certified that it "agrees to comply and remain in compliance with each of the Commission's regulations" under Section 653(b) of the Communications Act. We note that if any representation in the Altrio certification filing proves to be materially false or materially inaccurate, the Commission retains the authority to revoke Altrio's certification or impose such other penalties it deems appropriate, including forfeiture.

⁸*Id.* at 18247; 47 C.F.R. § 76.1502(a). *See also Implementation of Section 302 of the Telecommunications Act of 1996: Open Video Systems*, Order on Remand, 14 FCC Rcd 19700, 19705 (1999)(deleting the pre-construction certification requirement from Section 76.1502(a) of our rules).

⁹*Second Report and Order*, 11 FCC Rcd at 18245-46.

¹⁰We note that for purposes of determining whether a party is an affiliate, we have adopted the definitions contained in the notes to Section 76.501 of our rules, 47 C.F.R. § 76.501, with certain modifications. 47 C.F.R. § 1500(g). Generally, we will consider an entity to be an open video system operator's "affiliate" if the open video system operator holds 5% or more of the entity's stock, whether voting or non-voting. *Implementation of Section 302 of the Telecommunications Act of 1996, Open Video Systems, Third Report and Order and Second Order on Reconsideration*, 11 FCC Rcd 20227, 20235 (1996) ("*Third Report and Order*"); 47 C.F.R. § 1500(g).

¹¹47 U.S.C. § 573(b). This provision sets forth the Commission's requirements regarding non-discriminatory carriage; just and reasonable rates, terms and conditions; a one-third capacity limit on the amount of activated channel capacity on which an open video system operator may distribute programming when demand for carriage exceeds system capacity; channel sharing; sports exclusivity, network non-duplication and syndicated exclusivity; and non-discriminatory treatment in presenting information to subscribers. *See also* 47 C.F.R. § 1502(a).

III. ORDERING CLAUSES

6. Accordingly, **IT IS ORDERED**, that the application of Altrio Communications, Inc. for certification to operate an open video system in the Service Areas¹² **IS GRANTED**.

7. This action is taken by the Chief, Consumer Protection and Competition Division, Cable Services Bureau, pursuant to the authority delegated by Section 0.321 of the Commission's Rules.¹³

FEDERAL COMMUNICATIONS COMMISSION

Deborah Klein, Chief
Consumer Protection and Competition Division
Cable Services Bureau

¹²See *supra* n. 2, listing the communities contained within the Service Areas.

¹³47 C.F.R. § 0.321.