

ORDINANCE NO. 8237

AN ORDINANCE ESTABLISHING CAPITAL PROJECT NO. CP1018, PEG CAPITAL FUNDS, AND CAPITAL PROJECT NO. CP1019, COMCAST TECHNOLOGY GRANT, AND BUDGETING AND APPROPRIATING FUNDS IN THE AMOUNT OF \$252,000 THEREFORE

WHEREAS, the City of Pueblo has previously entered into a nonexclusive franchise agreement for cable television services with Comcast of Colorado IV, LLC; and

WHEREAS, said agreement and accompanying side letter provided for an advance of funds from Comcast to the City of Pueblo in the amount of \$202,000 for capital expenditures relating to Public Educational and Government (PEG) channels; and

WHEREAS, said agreement and accompanying side letter also provided for a grant to the City of Pueblo in the amount of \$50,000, to be spent for technology purpose. NOW THEREFORE,

BE IT ORDAINED BY THE CITY COUNCIL OF PUEBLO, that:

SECTION 1.

Capital Project No. CP1018, PEG Capital Funds, is hereby established and the amount of \$202,000 is hereby budgeted and appropriated for expenditures related thereto.

SECTION 2.

Capital Project No. CP1019, Comcast Technology Grant, is hereby established and the amount of \$50,000 is hereby budgeted and appropriated for expenditures related thereto.

SECTION 3.

This Ordinance shall be effective immediately upon passage.

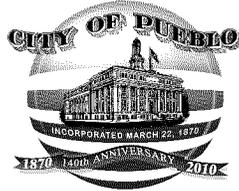
INTRODUCED: June 14, 2010

BY: Judy Weaver
COUNCILPERSON

APPROVED: Lawrence W. Aronson
PRESIDENT OF CITY COUNCIL

ATTESTED BY: 
CITY CLERK

PASSED AND APPROVED: July 12, 2010



**Background Paper for Proposed
ORDINANCE**

AGENDA ITEM # S-1

DATE: MAY 24, 2010

**DEPARTMENT: DEPARTMENT OF FINANCE
SAM AZAD, DIRECTOR**

TITLE

AN ORDINANCE ESTABLISHING CAPITAL PROJECT NO. CP1018, PEG CAPITAL FUNDS, AND CAPITAL PROJECT NO. CP1019, COMCAST TECHNOLOGY GRANT, AND BUDGETING AND APPROPRIATING FUNDS IN THE AMOUNT OF \$252,000 THEREFORE

ISSUE

Should funds in the amount of \$252,000 be budgeted and appropriated for the expenditure of PEG capital funds and the Comcast technology grant?

RECOMMENDATION

Approval of the Ordinance.

BACKGROUND

In November of 2009, the City of Pueblo entered into a nonexclusive franchise agreement for cable television services with Comcast of Colorado IV, LLC (Comcast). This agreement, along with the accompanying side letter, provided that Comcast will make a lump sum advance to the City of \$202,000 for capital expenditures relating to Public Educational and Government (PEG) channels. On March 16, 2010, Comcast advanced these funds to the City. In addition, in April of 2010 the City entered into an intergovernmental agreement with the State of Colorado for the use and benefit of Pueblo Community College. This IGA formally designated Pueblo Community College as the City's PEG access provider, as well as provided for a one-time disbursement of \$130,000 to PCC from of the \$202,000 advance. This Ordinance establishes Capital Project No. CP1018, and budgets and appropriates the amount of \$202,000 for the expenditure of the PEG capital funds advanced to the City.

The franchise agreement and side letter also provided for a \$50,000 technical grant to the City to be used for any technology purpose. This grant was paid to the City on March 12, 2010. This Ordinance establishes Capital Project No. CP1019, and budgets and appropriates the amount of \$50,000 for the purchase of technology in accordance with the terms of the agreement.

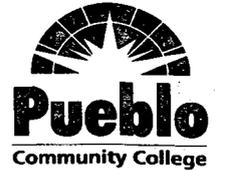
FINANCIAL IMPACT

The amount of \$252,000 due from Comcast under the franchise agreement has been received by the City. This Ordinance will budget and appropriate the funds so that they can be spent in accordance with the terms of the agreements as follows: \$202,000 for capital expenditures for PEG channels, which includes a disbursement of \$130,000 to PCC, shall be appropriated to CP1018; and \$50,000 for the purchase of technology shall be appropriated to CP1019.

Long Term PEG Capital Plan

\$600,000 over five years

Capital Expenses Exclusive to PCC-City PEG Contract
PCC Capital Match for City Contract
PCC Capital Investment to Maintain Capacity



	Year 1	Year 2	Year 3	Year 4	Year 5	Total Cost
<u>Video Switches</u>						
Video Switcher	\$65,000					\$65,000
PCC Contribution*	\$20,000					\$20,000
Video Toasters			\$10,000		\$10,000	\$20,000
<u>Video Cameras and Support</u>						
Digital Studio and Field Cameras	\$32,000		\$32,000	\$17,000	\$17,000	\$98,000
Single Camera (Public Access Usage)				\$12,000	\$12,000	\$24,000
Council Chambers Robotic Camera			\$33,000		\$18,000	\$51,000
PCC Contribution*			\$23,000			\$23,000
<u>Production Support</u>						
LCD Monitors				\$2,500	\$2,500	\$5,000
Character Generator				\$16,000		\$16,000
<u>Termination Gear</u>						
Video/Audio Router (Council Chambers)					\$12,000	\$12,000
Waveform/Vector Scopes (Production Truck Equip.)					\$8,000	\$8,000
Patch Panels			\$5,000			\$5,000
UPS Power Units			\$1,000			\$1,000
<u>Video Recording</u>						
Digital Video Disk Recorder (Council Meetings)					\$12,000	\$12,000
<u>Audio</u>						
Audio Mixer (Council & Public Access Usage)				\$2,500		\$2,500
Microphones/Headphones				\$15,000		\$15,000
Intercom System					\$9,600	\$9,600

	Year 1	Year 2	Year 3	Year 4	Year 5	Total Cost
<u>Computer Upgrades from analog to digital</u>						
Computer board updates-Princeton/Harvard	\$33,000					\$33,000
PCC Contribution*	\$29,600					\$29,600
<u>Edit Suites</u>						
Hardware (Class instruction Computers/Public Access)	\$86,360			\$20,000		\$106,360
Software (Class Instruction/Public Access Editing Program)	\$2,000		\$2,000	\$5,000	\$2,000	\$11,000
	\$2,000			\$2,000		\$4,000
City PEG Fees Expenses Total	\$130,000		\$65,000	\$65,000	\$62,600	\$322,600
PCC Capital Match for City Contract	\$49,600		\$39,000	\$25,000	\$38,500	\$152,100
PCC IT Capital Annual Investment	\$90,360		\$2,000	\$2,000	\$2,000	\$96,360
Total Costs per Year	\$269,960	\$0	\$106,000	\$92,000	\$103,100	\$571,060
Check Total	\$269,960	\$0	\$106,000	\$92,000	\$103,100	\$571,060

*Proportion of use for non-PEG usage paid by PCC

PCC Capital Investment from 2000-2009 in Support of PEG
Channels and Instruction

\$204,600