

NOTICE OF INTENT TO ADOPT

ORDINANCE #97-11-20
OF COUNTY OF GRANT, NEW MEXICOAN ORDINANCE GRANTING CERTAIN RIGHTS AND PRIVILEGES TO
WESTERN NEW MEXICO TELEPHONE COMPANY, INC.,
ITS SUBSIDIARIES, AFFILIATES, SUCCESSORS AND ASSIGNS

The Board of Commissioners of Grant County hereby gives notice of the proposed enactment of an Ordinance granting certain rights and privileges to Western New Mexico Telephone Company, Inc., its subsidiaries, affiliates, successors and assigns. This Ordinance also addresses uses of the system by the County, procedures for the preservation of cultural artifacts, for the relocation of plant, and for the preservation of public rights-of-way, generally. It would provide a rights-of-way management fee, and procedures for rule compliance and inspection, and County payment for services.

Consideration of the final adoption of such proposed Ordinance will not take place until at least two (2) weeks subsequent to the first publication of this notice and only at a public meeting called and held in accordance with Section 3-17-3, NMSA 1978 Comp. Consideration of adoption of said Ordinance is currently scheduled and will take place on November 20, 1997 at 7:00, in the Commissioners' Conference Room, third floor of the Grant County Courthouse.

A copy of the proposed Ordinance is available for review at the Grant County Clerk's Office, during regular business hours.

STATE OF NEW MEXICO

County of Grant

I hereby certify that this instrument
was filed for record on the 1st
day of October A.D., 19 97
at 1:19 o'clock P. M. and duly
recorded in book 204 of the records
of the County Clerk
at page 737-41

Witness my hand and seal of office
Luis S. Cardoza
COUNTY CLERK, GRANT CO., N.M.
— Donald J. Garcia Deputy

Luis S. Cardoza
Luis Cardoza,
Grant County Manager

COUNTY OF GRANT, NEW MEXICO

AN ORDINANCE GRANTING CERTAIN RIGHTS AND PRIVILEGES TO
WESTERN NEW MEXICO TELEPHONE COMPANY, INC.,
ITS SUBSIDIARIES, AFFILIATES, SUCCESSORS AND ASSIGNS.

BE IT ORDAINED by the Board of County Commissioners of the County of Grant, State of New Mexico:

SECTION 1. GRANT OF AUTHORITY. There is hereby granted by the Board of County Commissioners of the County of Grant, ("County"), to Western New Mexico Telephone Company, Inc., its subsidiaries, affiliates, successors in interest and assigns, (WNMTC) a non-exclusive right and privilege to construct, erect, operate and maintain, in, upon, along, across, above, over and under the streets, alleys, public ways and public places now in use or dedicated, and all extensions thereof, and additions thereto, in said County, poles, wires, cables, underground conduits, manholes and other communications fixtures necessary or proper ("Plant") for the maintenance, operations, and provision of telecommunications services in said County; provided, however, that no poles or other fixtures shall be placed where the same will interfere with any electric light, water hydrant, or water main, and shall be placed in such a manner as to cause a minimum interference with the rights of reasonable convenience of property owners who adjoin any of said streets, alleys or public ways and places, and all such poles or other fixtures placed in any street shall be placed at the outer edge of the sidewalk and inside the curb lines, and those placed in alleys shall be placed close to the line of the lots abutting on said alley and then in such a manner as not to interfere with the usual travel on said streets, alleys and/or public rights-of-ways, and that such Plant shall comply with the County's reasonable exercise of police powers for public health and safety and welfare in all regards.

SECTION 2. USE OF SYSTEM BY COUNTY. The County shall have the privilege, during the life of this franchise, free of charge, where aerial construction exists, of maintaining upon the poles of WNMTC within the County cable, wire and pole fixtures necessary for a police and fire alarm, emergency communications, and/or government communication system, providing such cable, wires and fixtures be installed and maintained under the supervision of WNMTC. The County, in its use and maintenance of such cables, wires and fixtures, shall at all times comply with the rules and regulations of WNMTC and the provisions of the latest edition of the National Electrical Safety Code, so that there may be a minimum danger of contact or conflict between the cables, wires and fixtures of WNMTC and the wires and fixtures of the County. It is further agreed, in order to avoid danger to life and property, that the above privilege is granted on condition that the County shall be solely responsible for all injury to persons or damage to property arising out of the construction or maintenance of said County cables, wires and/or fixtures, or arising out of the attachment, maintenance or removal of said County cables, wires and/or fixtures to the poles of WNMTC. In cases of rearrangement of WNMTC's plant or removal of poles or fixtures, the County shall care for or remove its own fixtures, and shall save WNMTC harmless from any damage or injury to

public rights-of-way in Grant County, WMTC shall pay to the County an amount equal to five of authority for the construction, placement, and operation of its telecommunications Plant in the SECTION 7. RIGHTS-OF-WAY MANAGEMENT FEE. A consideration for this grant

of-ways of the County.
allow for moving of buildings or structures, of other unusual use of the streets and/or public rights-and do such cutting, altering and moving of said cables, wires and fixtures as may be necessary to the County, upon presentation of said permit, shall within a reasonable time thereafter provide for moving of said cables, wires or fixtures prior to receiving a County permit for such. WMTC or WMTC a sum sufficient to cover the expense and damage incident to the cutting, altering and WMTC shall first give notice to Grant County and to WMTC and shall pay Grant County or shall interfere with, or require alteration of movement of, the poles, cables, wires or fixtures of a building or other structure along the streets and/or public rights-of-ways of the County and which a building or other structure along the streets and/or public rights-of-way in the County to move SECTION 6. RELOCATION OF PLANT. Any person or corporation desiring to move

occurred until WMTC has been authorized by the County to proceed.
damage occurs to any cultural resource and immediately halt work in the area in which damage has cultural resources caused by its actions. WMTC shall immediately notify the County if any affected by its actions. In addition, WMTC shall be liable for all damage or injury to the identified from damage of all identified cultural resources within the public rights-of-way which may be County shall be promptly notified by WMTC. WMTC shall be responsible for the protection resources and/or artifacts found during excavation of alteration of County public right-of-way, the SECTION 5. CULTURAL ARTIFACTS PROCEDURES. In the case of any cultural

and beauty of all such trees in the County.
waste related products and limitation of any tree-cutting to only that necessary, to preserve the health to as good a condition as before said work was commenced, including removal and clean-up of all streets or other rights-of-way spaces disturbed by WMTC construction. operations or maintenance, jurisdiction of the County, replace all paving, sidewalk, driveway or surface of any own cost and expense and in a manner entirely satisfactory to the County, and subject to the pavement, sidewalk, driveway or other surfacing in the public rights-of-way, WMTC shall, at its SECTION 4. PRESERVATION OF RIGHTS-OF-WAY. In case of any disturbance of

County on account of any negligence as afforded on the part of WMTC.
days after the presentation of any claim or demand either by suit or otherwise made against the or cable system within the County. The County shall notify WMTC's representative within 10 construction of its telecommunications system and/or any related Open Video System claim or demand whatsoever, resulting from negligence on the part of said WMTC in the County harmless from all loss sustained by the County on account of any suit, judgment, execution, understood and agreed by and between WMTC and the County that said WMTC shall save the regulation as the County may, by resolution or ordinance, hereafter provide. It is expressly franchise, be subject to all lawful exercise of the police power by the County and to such reasonable SECTION 3. WMTC LIABILITY. WMTC shall, at all times during the life of this

said County cables, wires and/or other fixtures.
persons or property, including property of the County, arising out of the removal or construction of

percent (5 %) of the gross local monthly recurring revenues, exclusive of all federal and state excise taxes, received for the sale of telecommunications services within the County of Grant in semi-annual payments within sixty (60) days after January 1 and July 1 of each year throughout the term of this franchise in exchange for the regulated use and proper management of the Grant County public rights-of-way. Such payments may be offset, however, in contracts or agreements between the County and WNMTC for in-kind provision of telecommunications services; construction, installation or use of equipment or fiber plant; and/or dedicated capacity of equipment or fiber plant, to be valued at wholesale cost as prescribed by the Federal Communications Act of 1934 as amended in the Telecommunications Act of 1996 and as further prescribed by the Rules of the New Mexico State Corporation Commission or its successor entity.

SECTION 8. RULE COMPLIANCE AND INSPECTION. The County shall have the right, at all reasonable times, to inspect and/or audit the books and records of WNMTC pertaining to WNMTC's gross local monthly recurring revenues received from services provided within the limits of the County of Grant, and WNMTC shall be in compliance with all relevant rules, decisions and orders of the FCC, State Corporation Commission ("SCC"), its successor, related State agencies and the Grant County Commission.

SECTION 9. COUNTY PAYMENT FOR SERVICES. The County agrees to pay WNMTC in accordance with standard tariff schedules the rates and charges for all telecommunications services rendered by WNMTC to the County, except the cost, value or rental of attachments made by the County to the poles of WNMTC provided in Section 2 hereof and any offset of In-Kind Allowances for franchise management payments agreed to under Section 7 hereof.

SECTION 10. RESERVATION OF RIGHTS. It is understood and agreed that the adoption and acceptance of this franchise by Grant County and WNMTC do not constitute a waiver or relinquishment of any rights or privileges Grant County or WNMTC may have with respect to the streets and public rights-of-way within the County by virtue of the Constitution and statutes of the State of New Mexico.

SECTION 11. TERM OF FRANCHISE. The franchise and rights herein granted shall continue in force and effect through a term of seven (7) years from the effective date of this franchise.

SECTION 12. EFFECTIVE DATES. This Ordinance shall take effect and be in full force and effect thirty (30) days after its passage and approval; provided WNMTC, within thirty (30) days, shall have filed with the County Clerk of the County of Grant an unconditional acceptance thereof. Within ten (10) days after the filing of said acceptance, the County Clerk shall acknowledge in writing the receipt of said acceptance. Upon acceptance of the franchise granted herein, the County shall then provide WNMTC with a full accounting of the franchise Review Fees due, as required under Ordinance 97-03-27-B. Thereupon, all expenses for the review of the WNMTC's performance and procedures related to its application for a telecommunications franchise (which application commenced with the January 8, 1996 letter of intent by WNMTC to Grant County, New Mexico), shall cease.

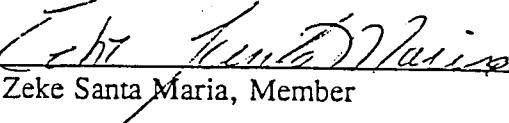
SECTION 13. ACTION TO RECOVER DAMAGES. Actions to recover damages under this Ordinance shall be brought in the name of the County of Grant of New Mexico in the District Court of Grant County.

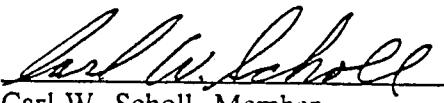
SECTION 14. SEVERABILITY CLAUSE. If any of the sections, subsections, sentences, clauses or phrases of the Ordinance are for any reason held to be unconstitutional or invalid, the validity of the remaining portions of this Ordinance shall not be thereby affected since it is the express intent of the County Commission to pass each section, phrase, paragraph and word separately.

SECTION 15. PUBLIC NOTIFICATION REQUIREMENTS. Notice of Intent to adopt this Ordinance was published in a newspaper of general circulation not less than two weeks prior to its adoption at a meeting, called and held in accordance with Section 3-17-3, NMSA 1978 Comp. During the period of publication, a copy of this Ordinance was available for public review at the Grant County Clerk's Office.

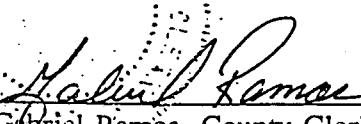
APPROVED AND ADOPTED at a hearing in the regular meeting of the Board of County Commissioners of the County of Grant, State of New Mexico this 20th day of November, 1997.


Manuel T. Serna
 Manuel T. Serna, Chairman


Zeke Santa Maria
 Zeke Santa Maria, Member


Carl W. Scholl
 Carl W. Scholl, Member

ATTEST:


Gabriel Ramos
 Gabriel Ramos, County Clerk

ACCEPTANCE AND APPROVAL
BY WESTERN NEW MEXICO TELEPHONE COMPANY, INC.
OF ORDINANCE NO. 97-11-20

AN ORDINANCE GRANTING CERTAIN RIGHTS AND PRIVILEGES TO
WESTERN NEW MEXICO TELEPHONE COMPANY, INC.,
ITS SUBSIDIARIES, AFFILIATES, SUCCESSORS AND ASSIGNS.

Western New Mexico Telephone Company, Inc. does hereby approve and accept Ordinance No. 97-11-20, granting certain rights and privileges to Western New Mexico Telephone Company, Inc., its subsidiaries, affiliates, successors and assigns. This approval and acceptance is signified by the signature below.

Western New Mexico
Telephone Co., Inc.

Jack W. Keen

Jack W. Keen, President

STATE OF NEW MEXICO)
)
COUNTY OF GRANT)

The foregoing Approval and Acceptance document was acknowledged before me this 5th day of December, 1997, by Jack W. Keen.

Silve Knight

Notary Public

My commission expires:

Dec 3, 2001



STATE OF NEW MEXICO
County of Grant
I hereby certify that this instrument
was filed for record on the 10th
day of December, A.D., 1997
at 9:00 o'clock A M, and duly
recorded in book 204 of the records
of Ordinance
at page 142

Witness my hand and seal of office

COUNTY CLERK GRANT COUNTY
Donna Garcia Deputy