

# FCC FORM 1205 INSTRUCTIONS FOR DETERMINING COSTS OF REGULATED CABLE EQUIPMENT AND INSTALLATION

## "Equipment Form"

### Purpose of this Form

This FCC Form 1205 and the accompanying instructions take you step-by-step through the calculations needed to determine the costs associated with regulated equipment and installation for the basic service tier. Under the rules of the Federal Communications Commission (the "FCC" or "Commission"), the actual cost of regulated equipment and installations plus a reasonable profit must be separated, or "unbundled," from your maximum permitted rates for regulated cable services.<sup>1</sup>

The Commission's rules define equipment and installation for the basic service tier as any customer equipment and installation that is used to receive the basic service tier, even if that equipment is also used to receive cable programming service tiers (that is, non-basic services that are not offered on a per-channel or pay-per-view basis) or unregulated services such as pay-per-channel or pay-per-view programming. Local franchise authorities (or the Commission where it is certified to regulate basic tier services) will review the rates for regulated equipment and installations. The Commission will review appeals of local franchising authority decisions concerning these rates.

The FCC is charged with reviewing complaints concerning charges for equipment and installation used to receive cable programming services. Commission rules define equipment and installation used to receive cable programming services as all equipment and installation on a subscriber's premises that is used to receive either: (1) exclusively cable programming services; or (2) both cable programming services and pay-per-channel or pay-per-view programming. The Commission will accept petitions for Commission review of the costs and rates associated with such equipment and installation on a case-by-case basis in accordance with its rules.

### Filing Instructions

- If you are filing an FCC Form 1200 (Setting Maximum Initial Permitted Rates for Regulated Cable Services Pursuant to Rules Adopted February 22, 1994 -- "First-Time Filers Form") with either your local franchising authority or with the FCC, then you must attach at least one completed FCC Form 1205 to that form. The calculations made in the Form(s) 1205 will be used to establish equipment and installation costs that you are required to separate out in the determination of initial rates for regulated cable services. See the instructions for Form 1200 concerning your options as to how to separate out equipment and installation costs.
- If you are filing an FCC Form 1220 (Cost of Service Filing for Regulated Cable Services) or an FCC Form 1225 (Cost of Service Filing for Regulated Cable Services for Small Systems<sup>2</sup>) with either your local franchising authority or with the FCC, then you must attach at least one completed FCC Form 1205 to that form. The calculations made in the Form 1205 will be used to establish equipment and installation costs that you are required to separate out in the determination of initial permitted rates for regulated cable services. Eligible small systems may use Form 1225.
- You must use this form to update regulated equipment and installation charges on an annual basis. You must file a Form 1205 with your local franchising authority (or the Commission where it is certified to regulate basic tier services) within 60 days after the end of your fiscal year. Moreover, you must file a Form 1205 at least 30 days before the effective date of any increase in regulated charges for equipment and installations for the basic service tier. If you have already unbundled equipment and installation charges at cost, however, you must wait one year from the date on which you unbundled equipment and installation charges before changing these charges.

### Overview

This form comprises the following sections:

- Cover Sheet. This solicits information on who you are and the reason that you are submitting this Form 1205.

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<sup>1</sup> Systems qualifying for small systems administrative relief do not have to unbundled equipment pending the development of average cost schedules, nor do such systems have to file this Form 1205.

<sup>2</sup> If you are submitting this Form 1205 to the Commission and it is not attached to any other form, send it to Federal Communications Commission, FCC Form 1205, 445 12<sup>th</sup> Street, S.W., Washington, D.C. 20554.

- *Schedule A: Capital Costs of Service Installation and Maintenance of Equipment and Plant.* This schedule is used to compute the annual costs of the equipment and plant necessary for the installation and maintenance of customer equipment used to receive basic tier services. It excludes the annual capital costs of customer equipment, however.
- In order to reduce the administrative burden on operators who face difficulties in identifying on their books the capital and other costs specifically to maintain and install customer equipment, Schedule A allows the operator to report on Schedule A annual costs for equipment and plant necessary for the installation and maintenance of cable facilities generally. These costs may include the investment in property, plant and equipment for a range of cable maintenance and construction activities in addition to customer equipment and installation activities. Then, in worksheets described below, this number is reduced by a percentage that estimates the amount of these costs that represents maintenance and installation of regulated customer premises equipment. Capital amounts are converted to annual expenses based on a prescribed rate of return and accounting depreciation.
- *Schedule B: Annual Operating Expenses for Service Installation and Maintenance of Equipment.* This schedule collects total annual operating expenses for installation and maintenance of cable facilities. The costs collected here include salaries, benefits, and supplies.
  - *Schedule C: Capital Costs of Leased Customer Equipment.* This schedule computes the annual capital costs for each model or category of customer premises equipment that you offer in connection with regulated service. The method of computing capital costs is the same as that used in Schedule A.
  - *Schedule D: Average Hours Per Installation.* This schedule is used only if you choose to charge average rates for different types of installation services, as opposed to an hourly service charge. This schedule collects the average hours required to complete various types of installations.
  - *Worksheet for Calculating Permitted Equipment and Installation Charges.* You must complete this worksheet only if you are calculating the costs of specific equipment and installations to derive the maximum rates you may charge for regulated equipment and installations.
  - *Worksheet for Calculating Total Equipment and Installation Costs.* Utilizing the data collected and computed in Schedules A through D, this worksheet calculates a monthly per subscriber cost of regulated equipment and installations that is used to separate these costs from cable services rates. You must complete this worksheet only if you are filing this form in conjunction with a FCC Form 1200, Form 1220, or Form 1225 to establish maximum permitted rates for regulated cable services.
  - *Summary Schedule: Current Equipment and Installation Rates.* This Schedule collects information determined on the Worksheet for Calculating Permitted Equipment and Installation Charges and presents it in summary form together with your actual equipment and installation charges.

## General Instructions

You should complete this Form using financial data from the company's general ledger and subsidiary records maintained in accordance with generally accepted accounting principles. The Commission's cost accounting rules require that cable operators maintain their accounts in accordance with these requirements and in a manner that will enable identification of appropriate costs and application of the Commission's cost assignments and allocation procedures (see 47 C.F.R. § 76.924). The data submitted in this Form 1205 should be from the operator's fiscal year indicated on the cover sheet. However, when there has been an unusual change in operations, data from a representative month may be used for the calculation of rates, subject to acceptance by the franchising authority or, when applicable, by the FCC. You must attach justification for this approach.

To the extent you have not previously maintained accounts in a manner consistent with our rules, and do not have fully developed cost data, you must indicate on this Form that you are using estimates, where necessary, in calculating equipment and installation costs and rates, and provide justification that the estimates are reasonable.

The data for customer equipment and for the installation and repair of customer equipment and service (includable on Schedules A,B, and C) may be identified on a franchise, system, regional, or company level. For purposes of calculating cable service rates on an FCC Form 1200, 1220, or 1225, the cost data developed on this Form 1205 must be adjusted to the franchise area level (see Worksheet for Calculating Permitted Equipment and Installation Charges or Worksheet for Calculating Total Equipment and Installation Costs below for instructions).

Cable operators completing this Form in conjunction with FCC Form 1200 should be aware that the figure entered on line 14 of the Worksheet for Calculating Total Equipment and Installation Costs will be entered on either line D2 or line E2, and on line I2 of FCC Form 1200.

### **Precision of Calculation; Rounding**

If you are performing the calculations required by this form by hand, you must display at least four decimal places. If you are using a calculator or computer, you must carry out the calculation to the full precision afforded by your calculator or computer and display at least four decimal places. If you are using the spreadsheet version of this form, the spreadsheet will round calculations for you; you do not need to display additional decimal places.

The only place you should round the figures is in the Summary Schedule. These figures should be rounded to the nearest cent.

### **About the Spreadsheet**

The FCC has developed an electronic spreadsheet to assist you in making the necessary calculations on the Form 1205. We strongly recommend that you make use of this spreadsheet.

If you use the spreadsheet, the values for the shaded boxes on the Form 1205 will be calculated automatically and filled in for you. Instructions for the corresponding line numbers are italicized.

You may submit a completed version of an official Form 1205, an exact photocopy of that form, or a copy generated by Commission software, provided that it has the appearance of an actual Form 1205.

**If You Need Help**

If you have any questions while completing this Form, please call the FCC's Media Bureau between 9:30 a.m. and 5:30 p.m. Eastern Standard Time on Monday through Friday at (202) 418-7200.

**FCC NOTICE TO INDIVIDUALS REQUIRED BY THE PAPERWORK REDUCTION ACT**

We have estimated that each response to this collection of information will take 12 hours. Our estimate includes the time to read the instructions, look through existing records, gather and maintain the required data, and actually complete and review the form or response. If you have any comments on this burden estimate, or on how we can improve the collection and reduce the burden it causes you, e-mail them to [pra@fcc.gov](mailto:pra@fcc.gov) or send them to the Federal Communications Commission, AMD-PERM, Paperwork Reduction Project (3060-0703), Washington, DC 20554. Please **DO NOT SEND COMPLETED APPLICATIONS TO THIS ADDRESS**. Remember – you are not required to respond to a collection of information sponsored by the Federal government, and the government may not conduct or sponsor this collection, unless it displays a currently valid OMB control number or if we fail to provide you with this notice. This collection has been assigned an OMB control number of 3060-0703.

**THE FOREGOING NOTICE IS REQUIRED BY THE PAPERWORK REDUCTION ACT OF 1995, P.L. 104-13, OCTOBER 1, 1995, 44 U.S.C. 3507.**

**FORM 1205**  
**DETERMINING REGULATED EQUIPMENT AND INSTALLATION COSTS**  
**"EQUIPMENT FORM"**

Community Unit Identifier (CUID) of cable system		Date of Form Submission	
Name of Cable Operator			
Mailing Address of Cable Operator			
City		State	ZIP Code
Name and Title of person completing this form:			
Telephone number		Fax Number	

Name of Local Franchising Authority		
Mailing Address of Local Franchising Authority		
City	State	ZIP Code

**1. This form is being filed: [Enter an "x" in the appropriate box]**

in conjunction with FCC Form 1200, FCC Form 1220, or FCC Form 1225.  
Attach the completed FCC Form 1200, FCC Form 1220, or FCC Form 1225 to the front of this form.

OR

In order to fulfill FCC rules requiring an annual filing of this form  
Enter the date on which you last filed this form  (mm/dd/yy)

Note: This should be the date on which the rates last justified, by using either FCC Form 393 or the prior filing of this form, were in effect.

**2. Enter the date on which you closed your books for the fiscal year reflected in this form:**

(mm/dd/yy)

Note: This will indicate the end of the 12-month fiscal year for which you are filing this form.

**3. Indicate the corporate status of your cable system [Enter an "x" in the correct box]**

- C-Corporation
- Subchapter S corporation
- Partnership
- Sole Proprietorship
- Other [Please explain below]

SCHEDULE A: CAPITAL COSTS OF SERVICE INSTALLATION AND MAINTENANCE OF EQUIPMENT AND PLANT						
A	Equipment and Plant	Vehicles	Tools	Maintenance Facilities	Other 1. (Specify below)	Other 2. (Specify below)
B	Gross Book Value					
C	Accumulated Depreciation					
D	Deferred Taxes					
E	Net Book Value [B-(C+D)]	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
F	Rate of Return					
G	<i>Calculation of Gross-up Rate</i>					
G1	Federal Income Tax Rate					
G2	State Income Tax Rate					
G3	Net Total Income Tax Rate [(G1+G2)-(G1 x G2)]	0.				
G4	Adjustment to Reflect Interest Deductibility					
G4a	Actual Interest Amount					
G4b	Total Net Assets					
G4c	Base Return on Investment Amount [G4b x F]	\$0.00				
G4d	Interest Deductibility Factor [G4a/G4c]	#DIV/0!				
G5	Effective Tax Rate [G3 x (1-G4d)] [C-Corps skip to G7]	#DIV/0!				
G6	Adjustments for Non-C Corporations					
G6a	Base Return on Investment Amount [G4c]	\$0.00				
G6b	Distributions					
G6c	Contributions (may not exceed G6b)					
G6d	Returns Subject to Income Tax [G6a-G6b+G6c]	\$0.00				
G6e	Returns Percentage Subject to Income Tax [G6d/G6a]	#DIV/0!				
G7	Gross-Up Rate [C-Corps: 1/(1-G5) Other: 1/(1-(G5 x G6e))]	#DIV/0!				
H	Grossed-Up Rate of Return [F x G7]	#DIV/0!				
I	Return on Investment Grossed-Up for Taxes[E x H]	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!
J	Current Provision for Depreciation					
K	Annual Capital Costs [I+J]	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!
L	GRAND TOTAL [sum of Line K entries]	#DIV/0!				

Box 1.

Specify: Other 1. \_\_\_\_\_

Specify: Other 2. \_\_\_\_\_

SCHEDULE B: ANNUAL OPERATING EXPENSES FOR SERVICE INSTALLATION AND MAINTENANCE OF EQUIPMENT							
		Salaries & Benefits	Supplies	Utilities	Other Taxes	Other 1. (Specify below)	Other 2. (Specify below)
A	Annual Op. Expenses for Svc. Install. and Maint. of Equip.						
B	GRAND TOTAL [sum of Line A entries]	\$0.00					

Box 2.

Specify: Other 1. \_\_\_\_\_

Specify: Other 2. \_\_\_\_\_

SCHEDULE C: CAPITAL COSTS OF LEASED CUSTOMER EQUIPMENT								
A	Equipment	Remote 1	Remote 2	Remote 3	Converter 1	Converter 2	Converter 3	Other Equip.
B	Total Maintenance/Service Hours (Attach Explanation)							
C	Total # of Units in Service							
D	Gross Book Value							
E	Accumulated Depreciation							
F	Deferred Taxes							
G	Net Book Value [D-(E+F)]	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
H	Grossed-Up Rate of Return [From Sched. A, Line H]	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!
I	Return on Investment Grossed-Up for Taxes [G x H]	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!
J	Current Provision for Depreciation							
K	Annual Capital Costs [I + J]	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!
L	GRAND TOTAL (sum of Line K entries)	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!

Box 3.

SCHEDULE D: AVERAGE HOURS PER INSTALLATION	
A.	Average Hours per Unwired Home Installation (attach an explanation)
B.	Average Hours per Pre-Wired Home Installation (attach an explanation)
C.	Average Hours per Additional Connection Installation at Time of Initial Installation (attach an explanation)
D.	Average Hours per Additional Connection Installation Requiring Separate Installation (attach an explanation)
E.	Other Installation (by Item Type):
Item 1. (Specify):	
	Average Hours per Installation (attach an explanation)
Item 2. (Specify):	
	Average Hours per Installation (attach an explanation)
Item 3. (Specify):	
	Average Hours per Installation (attach an explanation)

WORKSHEET FOR CALCULATING PERMITTED EQUIPMENT AND INSTALLATION CHARGES		
<b>STEP A. Hourly Service Charge</b>		
1. Total Capital Costs of Installation and Maintenance [Schedule A, Box 1]		#DIV/0!
2. Total Annual Operating Expenses for Installation and Maintenance [Schedule B, Box 2]		\$0.00
3. Total Capital Costs and Operating Expenses for Installation and Maintenance [Line 1 + Line 2].		#DIV/0!
4. Customer Equipment and Installation Percentage (attach an explanation).		
5. Annual Customer Equipment Maintenance and Installation Costs, Excluding Costs of Leased Equipment [Line 3 x Line 4]		#DIV/0!
6. Total Labor Hours for Maintenance and Installation of Customer Equipment and Services (attach explanation)		
7. Hourly Service Charge (HSC) (Line 5/Line 6)		#DIV/0!

**METHOD OF BILLING FOR INSTALLATIONS** (place an "x" in the appropriate box)

Installations billed by the hour based on the HSC calculated in Line 7.

Installations billed as a standard charge.

<b>STEP B. Installation Charge</b>		
8. Uniform HSC for all installations (From Step A, line 7)		
OR		
9. Average Charge for Installation Types		
a. Unwired Home Installation		
a1. HSC [Line 7]	#DIV/0!	
a2. Average Hours per Unwired Home Installation (Schedule D, Line A)	0.	
a3. Charge per Unwired Home Installation [a1 x a2]		
b. Pre-wired Home Installation		
b1. HSC [Line 7]	#DIV/0!	
b2. Average Hours per Pre-wired Home Installation (Schedule D, Line B)	0.	
b3. Charge per Pre-wired Home Installation [b1 x b2]		
c. Additional Connection Installation at Time of Initial Installation		
c1. HSC [Line 7]	#DIV/0!	
c2. Average Hours per Additional Connection Installation at Time of Init. Install. [Schedule D, Line C]	0.	
c3. Charge per Additional Connection Installation at Time of Initial Installation [c1 x c2]		
d. Additional Connection Installation Requiring Separate Installation		
d1. HSC [Line 7]	#DIV/0!	
d2. Avg. Hours per Additional Connection Installation Req. Sep. Install. [Schedule D, Line D]	0.	
d3. Charge per Additional Connection Installation Requiring Separate Installation [d1 x d2]		
e. Other Installations (As specified in Schedule D, Line E):		
e1. HSC [Line 7]	#DIV/0!	
e2. Average Hours per Installation of Item 1 [Schedule D, Line E, Item 1]	0.	
e3. Charge per Installation of Item 1 [e1 x e2]		
e4. HSC [Line 7]	#DIV/0!	
e5. Average Hours per Installation of Item 2 [Schedule D, Line E, Item 2]	0.	
e6. Charge per Installation of Item 2 [e4 x e5]		
e7. HSC [Line 7]	#DIV/0!	
e8. Average Hours per Installation of Item 3 [Schedule D, Line E, Item 3]	0.	
e9. Charge per Installation of Item 3 [e7 x e8]		



STEP C. Charges for leased Remotes (Calculate separately for each significantly different type)			
	a	b	c
	Remote 1	Remote 2	Remote 3
10. Total Maintenance/Service Hours [Corresponding column from Schedule C, Line B]	0.	0.	0.
11. HSC [Line 7]	#DIV/0!	#DIV/0!	#DIV/0!
12. Total Maintenance/Service Cost [Line 10 x Line 11]	#DIV/0!	#DIV/0!	#DIV/0!
13. Annual Capital Costs [Corresponding column from Schedule C, Line K]	#DIV/0!	#DIV/0!	#DIV/0!
14. Total Cost of Remote [Line 12 + Line 13]	#DIV/0!	#DIV/0!	#DIV/0!
15. Number of Units in Service [Corresponding column from Schedule C, Line C]	0.	0.	0.
16. Unit Cost [Line 14/Line 15]	\$0.00	\$0.00	\$0.00
17. Rate per Month [Line 16/(12)]	\$0.00	\$0.00	\$0.00

STEP D. Charges for leased Converter Boxes (Calculate separately for each significantly different type)			
	a	b	c
	Converter 1	Converter 2	Converter 3
18. Total Maintenance/Service Hours [Corresponding column from Schedule C, Line B]	0.	0.	0.
19. HSC [Line 7]	#DIV/0!	#DIV/0!	#DIV/0!
20. Total Maintenance/Service Cost [Line 18 x 19]	#DIV/0!	#DIV/0!	#DIV/0!
21. Annual Capital Costs [Corresponding column from Schedule C, Line K]	#DIV/0!	#DIV/0!	#DIV/0!
22. Total Cost of Converter [Line 20+ Line 21]	#DIV/0!	#DIV/0!	#DIV/0!
23. Number of Units in Service [Corresponding column from Schedule C, Line C]	0.	0.	0.
24. Unit Cost [Line 22/Line 23]	\$0.00	\$0.00	\$0.00
25. Rate per Month [Line 24/(12)]	\$0.00	\$0.00	\$0.00

STEP E. Charges for Other Leased Equipment	
26. Total Maintenance/Service Hours [Corresponding column from Schedule C, Line B]	0.
27. HSC [Line 7]	#DIV/0!
28. Total Maintenance/Service Cost [Line 26 x Line 27]	#DIV/0!
29. Annual Capital Costs [Corresponding column from Schedule C, Line K]	#DIV/0!
30. Total Cost of Equipment [Line 28+Line 29]	#DIV/0!
31. Number of Units in Service [Corresponding column from Schedule C, Line C]	0.
32. Unit Cost [Line 30/Line 31]	\$0.00
33. Rate per Month [Line 32/(12)]	\$0.00

**METHOD OF BILLING FOR CHANGING SERVICE TIERS OR EQUIPMENT** (place an "x" in the appropriate box)

as a Nominal Charge (Enter the nominal charge in Line 34)

as a Uniform Hourly Service Charge

as an Average Charge (Enter the Average Hours for Changing Service Tiers in Line 36b.)

STEP F. Charges for Changing Service Tiers or Equipment	
34. Nominal Charge for Changing Service Tiers	
If you use an escalating scale of charges, place an "x" in the box at the right.	
OR	
35. Uniform Hourly Service Charge	
OR	
36. Average Charge for Changing Service Tiers	
36a. HSC [Line 7]	#DIV/0!
36b. Average Hours to Change Service Tiers	
36c. Average Charge for Changing Service Tiers [Line 36a x Line 36b]	

WORKSHEET FOR CALCULATING TOTAL EQUIPMENT AND INSTALLATION COSTS	
1. Total Capital Costs of Installation and Maintenance [Schedule A, Box 1]	#DIV/0!
2. Total Annual Operating Expenses for Installation and Maintenance [Schedule B, Box 2]	\$0.00
3. Total Annual Capital Costs of Installation and Maintenance [Line 1 + Line 2]	#DIV/0!
4. Customer Equipment and Installation Percentage (attach explanation).	
5. Annual Customer Equipment Maintenance and Installation Costs, Excluding Costs of Leased Equipment [Line 3 x Line 4]	#DIV/0!
6. Total Capital Costs of Leased Customer Equipment [Schedule C, Box 3]	#DIV/0!
7. Annual Customer Equipment and Installation Costs [Line 5 + Line 6]	#DIV/0!
8. Percentage Allocation to Franchise Area (see instructions)	
9. Allocated Annual Equipment and Installation Cost [Line 7 x Line 8]	#DIV/0!
10. Monthly Equipment and Installation Cost [Line 9 / (12)]	#DIV/0!
11. Number of Basic Subscribers in Franchise	
12. Monthly Equipment and Installation Cost per Subscriber [Line 10 / Line 11]	#DIV/0!
13. Inflation Adjustment Factor [See Instructions]	
14. Adjusted Monthly Equipment and Installation Cost per Subscriber [Line 12 x Line 13]	#DIV/0!

**SUMMARY SCHEDULE**

Current Equipment and Installation Rates	Permitted	Actual
<b>1. Charges for Cable Service Installations</b>		
a. Hourly Rate [Step A, Line 7]		
<b>b. Average Installation Charges:</b>		
1. Installation of Unwired Homes [Step B, Line 9a3]		
2. Installation of Prewired Homes [Step B, Line 9b3]		
3. Installation of Additional Connections at Time of Initial Installation [Step B, Line 9c3]		
4. Installation of Additional Connections Requiring Separate Install [Step B, Line 9d3]		
5. Other Installations (specify) [Step B, Lines 9e3, 9e6, 9e9]		
a.		
b.		
c.		
<b>2. Monthly Charge for Lease of Remote Controls [Step C, Line 17, columns a-c]</b>		
Remote Control Type 1:	\$0.00	
Remote Control Type 2:	\$0.00	
Remote Control Type 3:	\$0.00	
<b>3. Monthly Charge for Lease of Converter Boxes [Step D, Line 25, columns a-c]</b>		
Converter Box Type 1:	\$0.00	
Converter Box Type 2:	\$0.00	
Converter Box Type 3:	\$0.00	
<b>4. Monthly Charge for Lease of Other Equipment [Step E, Line 33]</b>		
Other Equipment (Specify)	\$0.00	
<b>5. Charge for Changing Tiers (if any) [Step F, Line 34, 35 or 36c]</b>		

**LABOR COST AND POLICY CHANGES**

Indicate your answer to the following three questions by placing an "x" in the appropriate box

1. Have you included the labor costs associated with subscriber cable drops in your charges for initial installation?

YES  
 NO

2. Have you capitalized the labor costs associated with subscriber cable drops?

YES  
 NO

3. If you have filed this form before, have you changed any policy, e.g., cost accounting or cost allocation that causes an increase in the costs included in the computation of equipment and installations charges?

YES (You must attach a full explanation)  
 NO

**CERTIFICATION STATEMENT**

WILLFUL FALSE STATEMENTS MADE ON THIS FORM ARE PUNISHABLE BY FINE AND/OR IMPRISONMENT (U.S. CODE TITLE 18, SECTION 1001), AND/OR FORFEITURE (U.S. CODE, TITLE 47, SECTION 503).

I certify that the statements made in this form are true and correct to the best of my knowledge and belief, and are made in good faith.

Name of the Cable Operator	Signature
Date	Title