



CITY OF CAMBRIDGE • EXECUTIVE DEPARTMENT

Robert W. Healy, City Manager Richard C. Rossi, Deputy City Manager

March 28, 2001

By Certified Mail

Mark E. Reilly, Esquire
Vice President of Law and Public Policy
MediaOne of Massachusetts, Inc.
6 Campanelli Drive
Andover,
Massachusetts 01810

RE: Cambridge Renewal License Non-Compliance

Dear Mr. Reilly:

I am writing to you in my capacity as the City Manager, statutory Issuing Authority for the City of Cambridge, Massachusetts (the "City").

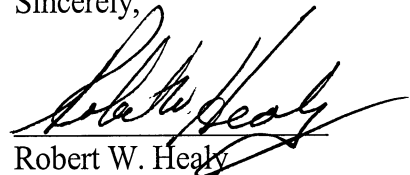
It is my belief that MediaOne of Massachusetts, Inc., offering services as AT&T Broadband (hereinafter referred to as "AT&T") is in non-compliance with Section 8.5(a) ("Senior Citizen Discount") of the Cable Television Renewal License (the "Renewal License"), dated December 30, 2000. Section 8.5(a) requires that AT&T provide "...a ten percent (10%) discount off the price of Basic Service for all senior citizens in Cambridge age 65 and older, for the entire term of the Renewal License." On February 12, 2001, I received a letter from AT&T which enclosed, among other things, new subscriber rates as of February 1, 2001. The Standard Cable Senior Discount, with a new rate of \$30.59, has an asterisk which reads: "*Available to qualified seniors (age 65+) who are heads of households and live in designated subsidized housing. Restrictions apply.*" This restriction of the senior discount to only those senior citizens age 65 and older who are heads of households and who live in "designated subsidized housing" clearly violates the requirements of Section 8.5(a) of the Renewal License, which mandates that all senior citizens in Cambridge 65 years and older will receive a ten percent discount off the price of Basic Service. Consequently, I do not believe that AT&T has complied with Section 8.5(a) of the Renewal License, and I believe that AT&T is in violation of said Section 8.5(a).



Mark E. Reilly, Esquire
March 28, 2001
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Pursuant to Section 11.1 ("Determination of Breach") of the Renewal License, this letter constitutes the written notification to AT&T regarding non-compliance with Section 8.5(a) of the Renewal License. AT&T shall have thirty (30) days from receipt of this letter to either (i) respond in writing to the Issuing Authority, contesting the assertion of default, pursuant to Section 11.1(a), or (ii) cure the Section 8.5(a) default cited above, pursuant to Section 11.1(b).

Sincerely,



Robert W. Healy
City Manager and
Issuing Authority

cc: Cambridge City Council
Lisa Peterson, Assistant to the City Manager
Donald A. Drisdell, Esquire, Law Department
Nancy E. Glowa, Esquire, Law Department
Peter J. Epstein, Esquire

Nick Leuci
Director of Government Affairs
MediaOne of Massachusetts, Inc.
6 Campanelli Drive
Andover,
Massachusetts 01810 **(By Certified Mail)**

By Certified Mail: Return Receipt Requested: # _____



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CITY OF CAMBRIDGE • EXECUTIVE DEPARTMENT

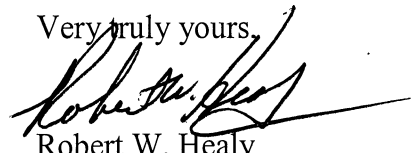
Robert W. Healy, City Manager Richard C. Rossi, Deputy City Manager

April 9, 2001

To the Honorable, the City Council:

In response to Awaiting Report Item No. 01-161, relative to AT&T applying the 10% discount to the basic service cable package for seniors over 65 years of age, please be advised that I have met with a representative of AT&T and demanded that the company comply with its contractual obligation to give the 10% discount off the price of Basic Service to all senior citizens of age 65 and older. Because AT&T has indicated that it will not comply with the clear terms of the Renewal License, I have sent the attached letter constituting the City's written notification to AT&T of non-compliance with Section 8.5(a) of the Renewal License. AT&T has thirty (30) days from its receipt of the letter to either (i) respond in writing to me as the Issuing Authority, contesting the City's assertion of default, pursuant to Section 11.1(a) of the Renewal License, or (ii) cure the Section 8.5(a) default concerning the senior discount.

Very truly yours,



Robert W. Healy
City Manager



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Consent Agenda #4

Awaiting Report Item Number
01-161, regarding a report on
AT&T applying the 10% discount
to the basic service cable package
for seniors over 65 years of age.

In City Council April 9, 2001

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