DARK FIBER LICENSING SERVICES

UTILITY RATE SCHEDULE EDF-3

A. APPLICABILITY:

This Rate Schedule applies to all Customer Accounts created after September 18, 2006 and also may be elected at any time by Customers with Dark Optical Fiber Backbone License Agreements in effect prior to September 18, 2006. This Rate Schedule applies to Fiber Optic Service from the City of Palo Alto Utilities (CPAU) pertaining to the City's Dark Fiber Infrastructure and Fiber Optic Backbone.

B. TERRITORY:

All territory within the incorporated limits of the City of Palo Alto and land owned or leased by the City.

C. FEES:

1. DARK FIBER BACKBONE LICENSE FEES:

The values or ranges for each of these price components are shown below:

- (1) Price for first fiber on public agency project routes may range between........\$213-\$362/fiber mile/month
 - Additional fibers used in the project on same route, per each\$142.00/fiber mile/month
- (2) Price for first fiber on non-public agency project routes may range between....\$250-\$425/fiber mile/month
 - a. Additional fibers used in the project on same route, per each\$166.67/fiber mile/month

2. DROP AND CUSTOM CABLE MANAGEMENT FEES:

Customer responsibilities and fees for drop and custom cable construction are described in the CPAU Rules and Regulations, Rate Schedule EDF-2, project proposals and other associated documents. In all cases, the Licensee shall also pay the applicable Drop or Custom Cable Management Fees based on the following:

- (1) Drop Cable Management Fees for public agencies (per 12 fiber drop).......... \$179-\$213/fiber mile/month
- (2) Drop Cable Management Fees for non-public agencies (per 12 fiber drop).....\$210-\$250/fiber mile/month
- (4) Custom Cable Management Fees (per additional 12 fiber cable on a project route)....... \$0.05/ft/month

D. SPECIAL NOTES:

- 1. All fees must be paid to the City according to the terms of the Dark Optical Fiber Backbone License Agreement, the Customer's project proposals and all applicable Utilities Rates, Rules, and Regulations.
- **2.** All fees are subject to change by the City of Palo Alto Council.

{End}

CITY OF PALO ALTO UTILITIES

Issued by the City Council

