

**BOARD OF TRUSTEES OF COMMUNITY COLLEGE DISTRICT NO. 508  
County of Cook and State of Illinois**

**U.S. Digital Television, Inc. Bandwidth Lease  
WYCC-TV20, Daley College**

THE CHANCELLOR

REPORTS

That there is a revenue opportunity for WYCC-DT21 to lease 6 megabits (mbs) of its digital spectrum to U.S. Digital Television, Inc. (USDTV),

That 6 mbs represents less than 35% of WYCC-DT21 total spectrum and will not interfere with any digital program service offered by the station,

That USDTV combines the leased portion of WYCC-DT21's spectrum with additional leased spectrum from other Chicago broadcast stations to aggregate 39 mbs,

That through the aggregate 39 mbs of spectrum, USDTV will offer an affordable subscription programming alternative to cable and direct broadcast satellite to Chicago area consumers for \$19.95/month which includes all local broadcasters and 12 of the top viewed cable networks,

That WYCC-TV20 will be compensated \$2.88 per subscriber in year one of the lease agreement; \$3.24 in year two and \$3.60 in year three, and the contract will contain "most favored nation" and "audit rights" language to ensure that WYCC-TV20 will not be compensated any less per subscriber than any other station participating at 6mbs,

That USDTV provides all necessary equipment and its installation to WYCC-TV20 at no cost to the station,

That the deal points and the lease agreement have been reviewed by Dow, Lohnes & Albertson, the City Colleges of Chicago's Washington-based law firm specializing in Federal Communications law,

THE CHANCELLOR

RECOMMENDS that the Board of Trustees allow the Chairman to execute a lease agreement with U.S. Digital Television, Inc.,

FINANCIAL \$2.88 year 1; \$3.24 year 2; \$3.60 year 3/subscriber – WYCC Enterprise Fund

Respectfully submitted:

Wayne D. Watson  
Chancellor

October 6, 2004