H. R. 2369

IN THE SENATE OF THE UNITED STATES

March 5, 1998

Received; read twice and referred to the Committee on Commerce, Science, and Transportation

AN ACT

To amend the Communications Act of 1934 to strengthen and clarify prohibitions on electronic eavesdropping, and for other purposes.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,

1 SECTION 1. SHORT TITLE.

- This Act may be cited as the "Wireless Privacy En-
- 3 hancement Act of 1998".
- 4 SEC. 2. COMMERCE IN ELECTRONIC EAVESDROPPING
- 5 **DEVICES.**
- 6 (a) Prohibition on Modification.—Section
- 7 302(b) of the Communications Act of 1934 (47 U.S.C.
- 8 302a(b)) is amended by inserting before the period at the
- 9 end thereof the following: ", or modify any such device,
- 10 equipment, or system in any manner that causes such de-
- 11 vice, equipment, or system to fail to comply with such reg-
- 12 ulations".
- 13 (b) Prohibition on Commerce in Scanning Re-
- 14 CEIVERS.—Section 302(d) of such Act (47 U.S.C.
- 15 302a(d)) is amended to read as follows:
- 16 "(d) Equipment Authorization Regulations.—
- 17 "(1) Privacy protections required.—The
- 18 Commission shall prescribe regulations, and review
- and revise such regulations as necessary in response
- to subsequent changes in technology or behavior, de-
- 21 nying equipment authorization (under part 15 of
- 22 title 47, Code of Federal Regulations, or any other
- part of that title) for any scanning receiver that is
- capable of—
- 25 "(A) receiving transmissions in the fre-
- quencies that are allocated to the domestic cel-

1	lular radio telecommunications service or the
2	personal communications service;
3	"(B) readily being altered to receive trans-
4	missions in such frequencies;
5	"(C) being equipped with decoders that—
6	"(i) convert digital domestic cellular
7	radio telecommunications service, personal
8	communications service, or protected spe-
9	cialized mobile radio service transmissions
10	to analog voice audio; or
11	"(ii) convert protected paging service
12	transmissions to alphanumeric text; or
13	"(D) being equipped with devices that oth-
14	erwise decode encrypted radio transmissions for
15	the purposes of unauthorized interception.
16	"(2) Privacy protections for shared fre-
17	QUENCIES.—The Commission shall, with respect to
18	scanning receivers capable of receiving transmissions
19	in frequencies that are used by commercial mobile
20	services and that are shared by public safety users,
21	examine methods, and may prescribe such regula-
22	tions as may be necessary, to enhance the privacy of
23	users of such frequencies.
24	"(3) Tampering Prevention.—In prescribing
25	regulations pursuant to paragraph (1), the Commis-

- sion shall consider defining 'capable of readily being altered' to require scanning receivers to be manufactured in a manner that effectively precludes alteration of equipment features and functions as necessary to prevent commerce in devices that may be used unlawfully to intercept or divulge radio communication.
 - "(4) Warning labels.—In prescribing regulations under paragraph (1), the Commission shall consider requiring labels on scanning receivers warning of the prohibitions in Federal law on intentionally intercepting or divulging radio communications.
 - "(5) DEFINITIONS.—As used in this subsection, the term 'protected' means secured by an electronic method that is not published or disclosed except to authorized users, as further defined by Commission regulation.".
- 19 (c) Implementing Regulations.—Within 90 days 20 after the date of enactment of this Act, the Federal Com-21 munications Commission shall prescribe amendments to 22 its regulations for the purposes of implementing the 23 amendments made by this section.

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1	SEC. 3. UNAUTHORIZED INTERCEPTION OR PUBLICATION
2	OF COMMUNICATIONS.
3	Section 705 of the Communications Act of 1934 (47
4	U.S.C. 605) is amended—
5	(1) in the heading of such section, by inserting
6	"INTERCEPTION OR" after "UNAUTHORIZED";
7	(2) in the first sentence of subsection (a), by
8	striking "Except as authorized by chapter 119, title
9	18, United States Code, no person" and inserting
10	"No person";
11	(3) in the second sentence of subsection (a)—
12	(A) by inserting "intentionally" before
13	"intercept"; and
14	(B) by striking "and divulge" and insert-
15	ing "or divulge";
16	(4) by striking the last sentence of subsection
17	(a) and inserting the following: "Nothing in this
18	subsection prohibits an interception or disclosure of
19	a communication as authorized by chapter 119 of
20	title 18, United States Code.";
21	(5) in subsection $(e)(1)$ —
22	(A) by striking "fined not more than
23	\$2,000 or"; and
24	(B) by inserting "or fined under title 18,
25	United States Code," after "6 months,"; and

1	(6) in subsection (e)(3), by striking "any viola-
2	tion" and inserting "any receipt, interception, divul-
3	gence, publication, or utilization of any communica-
4	tion in violation";
5	(7) in subsection (e)(4), by striking "any other
6	activity prohibited by subsection (a)" and inserting
7	"any receipt, interception, divulgence, publication, or
8	utilization of any communication in violation of sub-
9	section (a)"; and
10	(8) by adding at the end of subsection (e) the
11	following new paragraph:
12	"(7) Notwithstanding any other investigative or en-
13	forcement activities of any other Federal agency, the Com-
14	mission shall investigate alleged violations of this section
15	and may proceed to initiate action under section 503 of
16	this Act to impose forfeiture penalties with respect to such
17	violation upon conclusion of the Commission's
18	investigation.".
	Passed the House of Representatives March 5, 1998.
	Attest: ROBIN H. CARLE,

Clerk.