## H. R. 3731

To implement the recommendations of the Federal Communications Commission report to the Congress regarding low-power FM service.

## IN THE HOUSE OF REPRESENTATIVES

September 13, 2005

Ms. Slaughter (for herself, Mr. Case, Ms. Woolsey, Mr. Hinchey, Ms. Schakowsky, and Ms. Watson) introduced the following bill; which was referred to the Committee on Energy and Commerce

## A BILL

- To implement the recommendations of the Federal Communications Commission report to the Congress regarding low-power FM service.
  - 1 Be it enacted by the Senate and House of Representa-
  - 2 tives of the United States of America in Congress assembled,
  - 3 SECTION 1. SHORT TITLE.
  - 4 This Act may be cited as the "Enhance and Protect
  - 5 Local Community Radio Act of 2005".
  - 6 SEC. 2. FINDINGS.
  - 7 Congress makes the following findings:

- 1 (1) The passage of the Telecommunications Act
  2 of 1996 led to increased ownership consolidation in
  3 the radio industry.
  - (2) At a hearing before the Senate Committee on Commerce, Science, and Transportation, on June 4, 2003, all 5 members of the Federal Communications Commission testified that there has been, in at least some local radio markets, too much consolidation.
    - (3) Local communities have sought to launch radio stations to meet their local needs. Opportunities for starting new stations have been scarce since the late 1970's.
    - (4) In a record setting rulemaking, over 3500 formal comments were filed at the FCC, overwhelmingly in favor of some form of low power radio service.
    - (5) In January, 2000, the Federal Communications Commission authorized a new, affordable community radio service called "low-power FM" to "enhance locally focused community-oriented radio broadcasting".
    - (6) Through the creation of LPFM, the Commission sought to "create opportunities for new voices on the air waves and to allow local groups, in-

- cluding schools, churches, and other communitybased organizations, to provide programming responsive to local community needs and interests".
  - (7) The Commission made clear that the creation of LPFM would not compromise the integrity of the FM radio band by stating, "We are committed to creating a low-power FM radio service only if it does not cause unacceptable interference to existing radio service.".
  - (8) Currently, FM translator stations can operate on the second- and third-adjacent channels to full power radio stations, up to an effective radiated power of 250 watts, pursuant to part 74 of title 47, Code of Federal Regulations, using the very same transmitters that LPFM stations will use. The Commission based its LPFM rules on the actual performance of these translators that already operate without undue interference to FM stations. The actual interference record of these translators in their current implementation is far more useful than any results that further testing could yield.
  - (9) Small rural broadcasters were particularly concerned about a lengthy and costly interference complaint process. Therefore, in September 2000, the Commission created a simple process to address

- interference complaints regarding LPFM stations on
   an expedited basis.
- (10) In December 2000, Congress delayed the full implementation of LPFM until an independent engineering study was completed and reviewed. This delay was due to some broadcasters' concerns that LPFM service would cause interference in the FM band.
  - (11) Approximately 600 LPFM stations were allowed to proceed despite the congressional action. These stations are currently on the air and are run by local government agencies, groups promoting arts and education to immigrant and indigenous peoples, artists, schools, religious organizations, environmental groups, organizations promoting literacy, and many other civically-oriented organizations.
  - (12) After 2 years and the expenditure of \$2,193,343 in taxpayer dollars to conduct this study (the "MITRE Study"), the broadcasters' concerns were demonstrated to be unsubstantiated.
  - (13) In March 2003, while Congress waited for the results of this study, the Commission opened a filing window for FM translator stations. FM Translators, which extend the range of incumbent full power stations or, in some cases, receive national

- programming from a satellite feed, fill similar unused gaps in the spectrum as LPFM stations.
- (14) The commission received over 13,000 ap-plications in the March 2003 Window, almost four times the number of translators in existence prior to the March 2003 Window. As a result of this unan-ticipated surge of applications, the grant of all appli-cations would virtually eliminate any opportunity to grant LPFM licenses in the future, even if Congress repealed the current legislative prohibitions on LPFM spacing.
  - (15) Detailed analysis of the 13,000 applications also raises grave concerns that the grant of all pending applications in the March 2003 Window would compromise the goal of promoting localism central to Federal regulation of broadcasting: only 15 organizations account for more than 50 percent of the applications. Two corporations (with identical corporate officers) account for more than 4,220 applications.
  - (16) The sheer number and geographic scope of these applications suggests that it would disserve the Federal interest in promoting local content by allowing these applications to take precedence over LPFM licensees.

- complaints that parties receiving construction permits as a result of the March 2003 Window have marketed and sold these permits without making any effort to construct facilities and provide service. This suggests that the Commission failed to create adequate safeguards to prevent trafficking in the March 2003 Window, as required by section 309(j)(4)(E) of the Communications Act of 1934, rendering the March 2003 Window suspect and requiring Congressional action.
  - (18) LPFM stations have what is known as "secondary status". They can be displaced at any time by any full power station, because full power stations have "primary status". Because full power stations are primary to LPFM, and because of the mandatory spacing rules, the newly expanded full power signal "encroaches" on the pre-existing LPFM signal and requires the pre-existing LPFM to reduce its coverage area or shut down altogether.
  - (19) New digital broadcast technologies in radio enable the delivery of more content using the same amount of channel space. This technology holds great promise for incumbent full power radio licensees, who will have the capacity to provide greater

public service to their communities. At the same time, the efficiencies from these new technologies can create opportunities for new entrants to broadcasting increasing the diversity of media voices available and creating new opportunities for local programming.

(20) In implementing these new technologies, the Commission is charged with examining how best to balance the interests of enhancing the existing full-power radio broadcasting service, providing opportunities for new entrants, and Congress' long-standing policy of promoting localism, diversity, and competition. In particular, the Commission should consider the success of the LPFM service in providing quality local content and enhancing the diversity of local voices available to their communities.

(21) The conversion to digital broadcasting may also create new opportunities and challenges for incumbent analog LPFM stations. The current Federal Communications Commission rules for digital radio transition make no provision for opportunities for new entrants in radio. Certain configurations of the technology can create additional channels. Currently incumbent licensees can use these newly possible second channels, while new entrants have no

1	opportunity to take advantage of these new digital
2	opportunities.
3	SEC. 3. REPEAL OF PRIOR LAW.
4	Section 632 of the Departments of Commerce, Jus-
5	tice, and State, the Judiciary, and Related Agencies Ap-
6	propriations Act, 2001 (Public Law 106–553; 114 Stat.
7	2762A-111), is repealed.
8	SEC. 4. SPECIAL REGULATIONS WITH REGARD TO THE CRE-
9	ATION OF LOW POWER FM STATIONS.
10	Section 309 of the Communications Act of 1934 (47
11	U.S.C. 309) is amended by adding at the end the following
12	new subsection:
13	"( $l$ ) Special Regulations With Regard to the
14	CREATION OF LOW POWER FM STATIONS.—
15	"(1) MINIMUM DISTANCE SEPARATION RE-
16	QUIREMENTS.—The Commission shall modify its
17	rules to eliminate third-adjacent minimum distance
18	separation requirements between—
19	"(A) LPFM stations; and
20	"(B) full-service FM stations, FM trans-
21	lator stations, and FM booster stations.
22	"(2) Protection of radio reading serv-
23	ICES.—The Commission shall retain its rules that
24	provide third-adjacent channel protection for full-
25	power FM stations that broadcast radio reading

1	services via a subcarrier frequency from potential
2	LPFM station interference.
3	"(3) Ensuring availability of spectrum
4	FOR LPFM STATIONS.—
5	"(A) RESTRICTIONS ON LICENSING FM
6	TRANSLATOR STATIONS.—When licensing FM
7	translator stations, the Commission shall—
8	"(i) ensure that licenses are available
9	to both FM translator stations and LPFM
10	stations by, among other means, use of
11	more sophisticated technical options, such
12	as contour overlap and mapping based on
13	the Individual Location Longley-Rice
14	model set forth by the Federal Commu-
15	nications Commission in Docket No. 98–
16	201, and ensure to capture the full usage
17	possibility of the spectrum, rather than
18	using the simplest minimum distance spac-
19	ing methods in allocating LPFM station
20	and FM translator station licenses; and
21	"(ii) provide priority to licensees pro-
22	ducing and broadcasting at least 8 hours
23	of locally originated programming per day.

1	"(B) Ownership Limitations; number
2	OF REPEATERS PER STATION.—The Commis-
3	sion shall not permit—
4	"(i) any entity to own or have an at-
5	tributable interest in more than twenty
6	FM translator stations, nationwide; or
7	"(ii) any single FM radio station to
8	have its broadcast signal repeated more
9	than 20 times through the use of FM
10	translator stations.
11	"(C) Secondary status of trans-
12	LATORS.—
13	"(i) Preference for locally
14	ORIGINATED PROGRAMMING.—The Com-
15	mission shall require that all FM trans-
16	lators, except for fill-in translators, shall,
17	regardless of the order in which their li-
18	censes were applied for or granted, be op-
19	erated as secondary to LPFM stations that
20	produce and broadcast at least 8 hours per
21	day of locally originated programming.
22	"(ii) Definitions.—For purposes of
23	this subsection—

1	"(I) the term 'fill-in translators'
2	means a station operating pursuant to
3	47 CFR 74.1201(g), (h), and (i); and
4	"(II) the term 'secondary' means
5	that a station shall be subject to the
6	condition that no harmful interference
7	is caused to other radio broadcast sta-
8	tions.
9	"(4) Schedule of Low Power Radio oppor-
10	TUNITIES.—
11	"(A) Schedule of windows for low-
12	POWER FM LICENSING.—The Commission shall
13	establish and publish a schedule for low-power
14	radio licensing windows, with licensing opportu-
15	nities for both stations with effective radiated
16	power of 100 and 10 watts, respectively (re-
17	ferred to as 'LP-100' and 'LP-10' licenses),
18	available no less frequently than every three
19	years. The Commission shall plan the allocation
20	of its resources to meet the published schedule.
21	"(B) AVAILABILITY IN EACH STATE.—In
22	accordance with section 307(b), the Commission
23	shall ensure that, to the greatest extent possible
24	under its rules as in effect on the date of enact-
25	ment of the Enhance and Protect Local Com-

1	munity Radio Act of 2005, at least one LPFM
2	station licensing window shall be available in
3	each State at least once each 3 years.
4	"(C) Processing deadlines.—The Com-
5	mission shall grant or deny each LPFM station
6	license application within 2 years of the date of
7	its submission. If the Commission has not
8	granted or denied the license application within
9	such 2 years, the license will be deemed grant-
10	ed, except that—
11	"(i) any delay caused by the failure of
12	the applicant to provide necessary informa-
13	tion required by the Commission's rules or
14	requested by the Commission shall not
15	count against the 2-year deadline;
16	"(ii) nothing in this subsection shall
17	prohibit an applicant from waiving the 2-
18	year limit, but such waiver shall be in writ-
19	ing and shall include a date certain by
20	which the Commission will act; and
21	"(iii) in cases where applications con-
22	flict or are otherwise contested, the Com-
23	mission shall adhere to the 2-year limit un-
24	less all parties agree to extend the deadline
25	pursuant to clause (ii).

1	"(5) Use of New Digital Capacity for com-
2	MUNITY BROADCASTING.—
3	"(A) DIGITAL RADIO PROCEEDING ON
4	PUBLIC INTEREST OBLIGATIONS.—The Com-
5	mission shall initiate an inquiry and rulemaking
6	to explore the public interest obligations of FM
7	and AM digital terrestrial radio licenses. The
8	Commission shall complete the inquiry by Janu-
9	ary 1, 2006.
10	"(B) Report to congress.—Upon com-
11	pletion of the inquiry required by subparagraph
12	(A), the Commission shall submit a report to
13	Congress stating—
14	"(i) what new public interest obliga-
15	tions the Commission will impose on full
16	power broadcasters to reimburse the public
17	for the free use of additional spectrum in
18	the former guard bands and spectrum
19	rights granted as part of the digital transi-
20	tion of full power radio broadcasters;
21	"(ii) the impact of digital conversion
22	on existing LPFM licensees and the
23	LPFM service as a whole;
24	"(iii) the opportunities to expand the
25	number of LPFM licenses available as a

1	consequence of the digital transition, in-
2	cluding any changes to the Commission's
3	rules that would increase the number of
4	LPFM licenses available after the digital
5	transition; and
6	"(iv) any other changes in the Com-
7	mission's rules or policies that would fur-
8	ther the interests of localism, diversity of
9	voices, and competition as a consequence
10	of the digital transition.
11	"(C) ACTION ON RULES.—The Commission
12	shall issue any rules based on the results of the
13	inquiry not later than June 1, 2006.
14	"(6) Proceeding to resolve the problem
15	OF ENCROACHMENT.—
16	"(A) DISPLACEMENT.—The Commission
17	shall ensure that LPFM stations will not be
18	displaced by the granting of licenses to full-
19	power FM stations for use of the spectrum used
20	by LPFM stations.
21	"(B) Protection from inter-
22	FERENCE.—If the Commission considers an ap-
23	plication for a new full-power FM station, or
24	major or minor modification to a full-power FM
25	station, or an application for an FM translator

1	station, or other licensee operating on the FM
2	band, the Commission—
3	"(i) shall consider any operating
4	LPFM station as primary to the applicant;
5	and
6	"(ii) may not grant the application if
7	the grant of the application will cause
8	harmful interference to the existing LPFM
9	station.
10	"(C) Remedies for interference.—In
11	the event the grant of an application described
12	in subparagraph (B) does, in fact, cause harm-
13	ful interference, the existing LPFM station
14	shall enjoy the same expedited procedures to re-
15	solve interference complaints as existing, un-
16	modified full power FM stations enjoy against
17	LPFM stations.
18	"(D) LOCAL ORIGINATION AS PRE-
19	REQUISITE.—Subparagraph (B) shall only
20	apply to LPFM stations producing and broad-
21	casting at least 8 hours of locally originated
22	programming per day.
23	"(7) Anti-trafficking provisions.—
24	"(A) FUTURE VOLUNTARY TRANSFERS
25	PROHIBITED —After the date of enactment of

Enhance and Protect Local Community Radio
Act of 2005, the Commission shall not allow
any construction permit for a FM translator or
FM booster station to be voluntarily transferred
from one entity to another entity.

"(B) TREATMENT OF PENDING PERMITS.—If a construction permit for a FM translator or FM booster station has been voluntarily transferred from one entity to another entity prior to the date of enactment of Enhance and Protect Local Community Radio Act of 2005, but the Commission has not yet granted a license to operate such station, the Commission—

"(i) shall require the holder of the construction permit to demonstrate that purchase of the construction permit did not convey an unjust enrichment to the original holder of the construction permit, or to any subsequent holder of the construction permit prior to request to operate;

"(ii) shall require the holder of the construction permit to demonstrate that granting the right to operate the facility

1	will not convey an unjust enrichment to
2	the current holder of the construction per-
3	mit or any prior holder of the construction
4	permit;
5	"(iii) shall determine separately that
6	granting the license serves the public inter-
7	est;
8	"(iv) in making such public interest
9	determination, shall not consider either the
10	cost to the current holder for construction
11	of the facility or the price the current hold-
12	er paid for the construction permit; and
13	"(v) shall approve such a license only
14	by action of the full Commission, not at
15	the media bureau level.
16	"(C) CANCELLATION.—In the event the
17	Commission determines that purchase of the
18	construction permit created an unjust enrich-
19	ment, or that an unjust enrichment would re-
20	sult from grant of the license to operate, or
21	that grant of the license would not serve the
22	public interest, the Commission shall cancel the
23	construction permit.

1 "(8) DEFINITION.—For purposes of this sub-2 section, the term 'LPFM station' means a low-power 3 FM station.".

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