Calendar No. 422

103d CONGRESS S. 1485

A BILL

To extend certain satellite carrier compulsory licenses, and for other purposes.

MAY 5 (legislative day, MAY 2), 1994 Reported with an amendment

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103D CONGRESS 2D Session

S. 1485

To extend certain satellite carrier compulsory licenses, and for other purposes.

IN THE SENATE OF THE UNITED STATES

SEPTEMBER 22 (legislative day, SEPTEMBER 7), 1993

Mr. DECONCINI (for himself, Mr. LEAHY, Mr. HEFLIN, Mr. JEFFORDS, Mr. GREGG, Mr. HATCH, Ms. MOSELEY-BRAUN, Mr. THURMOND, Mr. CRAIG, and Mr. PRESSLER) introduced the following bill; which was read twice and referred to the Committee on the Judiciary

MAY 5 (legislative day, MAY 2), 1994 Reported by Mr. BIDEN, with an amendment [Strike out all after the enacting clause and insert the part printed in italic]

A BILL

To extend certain satellite carrier compulsory licenses, 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,

3 SECTION 1. SHORT TITLE.

- 4 This Act may be cited as the "Satellite Carrier Com-
- 5 pulsory License Extension Act of 1993".

1	SEC. 2. STATUTORY LICENSE FOR SATELLITE CARRIERS.
2	Section 119 of title 17, United States Code, is
3	amended—
4	(1) in subsection $(a)(2)$ —
5	(A) in subparagraph (C)—
6	(i) by striking out ''90 days after the
7	effective date of the Satellite Home Viewer
8	Act of 1988, or";
9	(ii) by striking out ''whichever is
10	later,'';
11	(iii) by inserting ''name and'' after
12	<u>''identifying</u> (by'' each place it appears;
13	and
14	(iv) by striking out '-, on or after the
15	effective date of the Satellite Home Viewer
16	Act of 1988,"; and
17	(B) by adding at the end thereof the fol-
18	lowing new subparagraph:
19	"(D) Sample site measurements.—On
20	or before January 1, 1995, and thereafter on or
21	before each January 1, upon the request of a
22	network each satellite carrier referred to under
23	subparagraph (C) shall, jointly with that net-
24	work, conduct measurements of the reception of
25	over-the-air television broadcast signals of net-
26	work stations affiliated with that network. The

1	foregoing measurements shall be conducted
2	within the predicted Grade B contours of up to
3	5 network affiliated stations selected by the net-
4	work and taken at up to 20 subscriber house-
5	holds per affiliated station that are selected by
6	the network.";
7	(2) in subsection $(a)(5)(C)$ by striking out "the
8	Satellite Home Viewer Act of 1988" and inserting in
9	lieu thereof "this section";
10	(3) in subsection $(b)(1)(B)$ —
11	(A) in clause (i) by striking out "12 cents"
12	and inserting in lieu thereof "17.5 cents per
13	subscriber in the case of superstations not sub-
14	ject to syndicated exclusivity under the regula-
15	tions of the Federal Communications Commis-
16	sion, and 14 cents per subscriber in the case of
17	superstations subject to such syndicated exclu-
18	sivity"; and
19	(B) in clause (ii) by striking out "3" and
20	inserting in lieu thereof "6";
21	(4) in subsection (c)—
22	(A) in the heading by striking out "DE-
23	TERMINATION" and inserting in lieu thereof
24	"Adjustment";
25	(B) in paragraph (1)—

(i) by striking out "December 31, 1 1992, unless"; and 2 3 (ii) by striking out "After that date," 4 and inserting in lieu thereof "All adjust-5 ments of"; (C) in paragraph (2)— 6 (i) in subparagraph (A) by striking 7 out "July 1, 1991," and inserting in lieu 8 thereof "January 1, 1996, and every 5 9 years thereafter,"; and 10 (ii) in subparagraph (D) by striking 11 12 out "until December 31, 1994" and inserting in lieu thereof "in accordance with the 13 terms of the agreement"; and 14 15 (D) in paragraph (3)— (i) in subparagraph (A) by striking 16 17 out "December 31, 1991," and inserting in 18 lieu thereof "July 1, 1996, and every 5 19 years thereafter,"; (ii) in subparagraph (E) by striking 20 out "60" and inserting in lieu thereof 21 22 "180"; and (iii) in subparagraph (G) by striking 23 out ", or until December 31, 1994"; and 24 (5) in subsection (d)— 25

1(A) by amending paragraph (2) to read as2follows:

3 <u>"(2) Network station.—The term 'network</u> 4 station' means a television broadcast station, includ-5 ing any translator station or terrestrial satellite station that rebroadcasts all or substantially all of the 6 7 programming broadcast by a network station, that is owned or operated by, or affiliated with, one or more 8 9 of the television networks in the United States which 10 offer an interconnected program service on a regular 11 basis for 15 or more hours per week to at least 25 of its affiliated television licensees in 10 or more 12 States.": and 13

14(B) in paragraph (6) by inserting ", and15operates in the Fixed Satellite Service under16part 25 of title 47 of the Code of Federal Regu-17lations or the Direct Broadcast Satellite Service18under part 100 of title 47 of the Code of Fed-19eral Regulations," after "Commission".

20 SEC. 3. CABLE COMPULSORY LICENSE.

21 Section 111(f) of title 17, United States Code, is 22 amended in the paragraph relating to the definition of 23 "cable system" by striking out "wires, cables" and insert-24 ing in lieu thereof "wires, microwave cables, terrestrially 25 based transmission paths,".

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1 SECTION 1. SHORT TITLE. This Act may be cited as the "Satellite Compulsory" 2 3 License Extension Act of 1994". 4 SEC. 2. STATUTORY LICENSE FOR SATELLITE CARRIERS. Section 119 of title 17. United States Code, is amend-5 ed— 6 7 (1) in subsection (a)(2)(C)— (A) by striking out "90 days after the effec-8 tive date of the Satellite Home Viewer Act of 9 1988. or'': 10 (B) by striking out "whichever is later,"; 11 (C) by inserting "name and" after "identi-12 fying (by" each place it appears; and 13 (D) by striking out ", on or after the effec-14 tive date of the Satellite Home Viewer Act of 15 1988, "; 16 17 (2) in subsection (a) (5)— 18 (A) in subparagraph (C) by striking out 19 "the Satellite Home Viewer Act of 1988" and inserting in lieu thereof "this section"; and 20 21 (B) by adding at the end thereof the following new subparagraphs: 22 "(D) BURDEN OF PROOF.—In any action 23 brought under this subsection, the satellite car-24 rier shall have the burden of proof (in the case 25

of a primary transmission by a network station)
that a subscriber is an unserved household.
"(E) Signal intensity measurement;
LOSER PAYS.—
"(i) Grade b contour.—(I) Within
the Grade B Contour, upon a challenge by
a network affiliate regarding whether a sub-
scriber is an unserved household, the sat-
ellite carrier shall—
"(aa) deauthorize service to that
household; or
"(bb) conduct a measurement of
the signal intensity of the subscriber's
household to determine whether the
household is unserved.
"(II) If the carrier conducts a signal
intensity measurement under subclause (I)
and the measurement indicates that—
''(aa) the household is not an
unserved household, the carrier shall
immediately deauthorize the service to
that household; or
"(bb) the household is an unserved
household, the affiliate challenging the
service shall reimburse the carrier for

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1	the costs of the signal measurement,
2	within 45 days after receipt of the
3	measurement results and a statement
4	of the costs.
5	''(III)(aa) Notwithstanding subclause
6	(II), a carrier may not be required to test
7	in excess of 5 percent of the subscribers that
8	have subscribed to service before the effective
9	date of the Satellite Compulsory License
10	Extension Act of 1994, within any market
11	during a calendar year.
12	"(bb) If a network affiliate challenges
13	whether a subscriber is an unserved house-
14	hold in excess of the 5 percent of the sub-
15	scribers within any market, the affiliate
16	may conduct its own signal intensity meas-
17	urement. If such measurement indicates
18	that the household is not an unserved house-
19	hold, the carrier shall immediately de-
20	authorize service to that household and re-
21	imburse the affiliate, within 45 days after
22	receipt of the measurement and a statement
23	of costs.
24	"(ii) Outside the grade b con-
25	TOUR.—(I) Outside the Grade B Contour, if

1	a network affiliate challenges whether a sub-
2	scriber is an unserved household the affiliate
3	shall conduct a signal intensity measure-
4	ment of the subscriber's household to deter-
5	mine whether the household is unserved.
6	"(II) If the affiliate conducts a signal
7	intensity measurement under subclause (I)
8	and the measurement indicates that—
9	''(aa) the household is not an
10	unserved household, the affiliate shall
11	forward the results to the carrier who
12	shall immediately deauthorize service
13	to the household, and reimburse the af-
14	filiate within 45 days after receipt of
15	the results and a statement of the costs;
16	Or
17	"(bb) the household is an unserved
18	household, the affiliate shall pay the
19	costs of the measurement.
20	"(iii) Recovery of measurement
21	COSTS IN A CIVIL ACTION.—In any civil ac-
22	tion filed relating to the eligibility of sub-
23	scribing households, a challenging affiliate
24	shall reimburse a carrier for any signal in-

1	tensity measurement that indicates the
2	household is an unserved household.";
3	(3) in subsection (b)(1)(B)—
4	(A) in clause (i) by striking out ''12 cents''
5	and inserting in lieu thereof ''17.5 cents per sub-
6	scriber in the case of superstations not subject to
7	syndicated exclusivity under the regulations of
8	the Federal Communications Commission, and
9	14 cents per subscriber in the case of
10	superstations subject to such syndicated exclusiv-
11	ity''; and
12	(B) in clause (ii) by striking out "3" and
13	inserting in lieu thereof ''6'';
14	(4) in subsection (c)—
15	(A) in the heading for paragraph (1) by
16	striking out ''DETERMINATION'' and inserting in
17	lieu thereof "Adjustment";
18	(B) in paragraph (1)—
19	(i) by striking out ''December 31, 1992,
20	unless''; and
21	(ii) by striking out ''After that date,''
22	and inserting in lieu thereof ''All adjust-
23	ments of";
24	(C) in paragraph (2)—

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1	(i) in subparagraph (A) by striking
2	out "July 1, 1991," and inserting in lieu
3	thereof ''January 1, 1996,''; and
4	(ii) in subparagraph (D) by striking
5	out "until December 31, 1994" and insert-
6	ing in lieu thereof ''in accordance with the
7	terms of the agreement"; and
8	(D) in paragraph (3)(A) by striking out
9	"December 31, 1991," and inserting in lieu
10	thereof ''July 1, 1996,''; and
11	(5) in subsection (d)—
12	(A) by amending paragraph (2) to read as
13	follows:
14	''(2) Network station.—The term 'network
15	station' means—
16	"(A) a television broadcast station, includ-
17	ing any translator station or terrestrial satellite
18	station that rebroadcasts all or substantially all
19	of the programming broadcast by a network sta-
20	tion, that is owned or operated by, or affiliated
21	with, one or more of the television networks in
22	the United States which offer an interconnected
23	program service on a regular basis for 15 or
24	more hours per week to at least 25 of its affili-
25	ated television licensees in 10 or more States; or

"(B) any noncommercial educational sta-1 tion, as defined in section 111(f) of this title, 2 that is a member of the public broadcasting serv-3 ice."; and 4 (B) in paragraph (6) by inserting "and op-5 6 erates in the Fixed Satellite Service under part 25 of title 47 of the Code of Federal Regulations 7 or the Direct Broadcast Satellite Service under 8 part 100 of title 47 of the Code of Federal Regu-9 lations." after "Commission.". 10 11 SEC. 3. CABLE COMPULSORY LICENSE. Section 111(f) of title 17, United States Code, is 12 amended-13 (1) in the paragraph relating to the definition of 14 "cable system" by striking out "wires, cables" and in-15 serting in lieu thereof "wires, microwave, cables"; and 16 17 (2) in the paragraph relating to the definition of 18 "local service area of a primary transmitter"— 19 (A) by striking out "comprises the area" and inserting in lieu thereof "comprises either 20 the area": and 21 (B) by inserting after "April 15, 1976," the 22 following: "or such station's television market as 23 24 defined in section 76.55(e) of title 47, Code of Federal Regulations (as in effect on September 25

5 SEC. 4. TERMINATION.

6 (a) EXPIRATION OF AMENDMENTS.—Section 119 of
7 title 17, United States Code, as amended by section 2 of
8 this Act, ceases to be effective on December 31, 1999.

9 (b) TECHNICAL AND CONFORMING AMENDMENT.—Sec10 tion 207 of the Satellite Home Viewer Act of 1988 (17
11 U.S.C. 119 note) is repealed.

12 SEC. 5. EFFECTIVE DATE.

(a) IN GENERAL.—Except as provided under subsection (b), the provisions of this Act and amendments made
by this Act shall take effect on the date of the enactment
of this Act.

(b) BURDEN OF PROOF PROVISIONS.—The provisions
of section 119(a)(5)(D) of title 17, United States Code, (as
added by section 2(2)(B) of this Act) relating to the burden
of proof of satellite carriers, shall take effect on January
1, 1997, with respect to civil actions relating to the eligibility of subscribers who subscribed to service as an
unserved household before the date of the enactment of this
Act.