106TH CONGRESS 2D SESSION H.R. 5350

To exempt agreements relating to voluntary guidelines governing telecast material, movies, video games, Internet content, and music lyrics from the applicability of the antitrust laws.

IN THE HOUSE OF REPRESENTATIVES

October 2, 2000

Mr. SMITH of Texas (for himself and Mr. RYAN of Wisconsin) introduced the following bill; which was referred to the Committee on the Judiciary

A BILL

- To exempt agreements relating to voluntary guidelines governing telecast material, movies, video games, Internet content, and music lyrics from the applicability of the antitrust laws.
 - 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 "Children's Protection

- 5 Act of 2000".
- 6 SEC. 2. FINDINGS.
- 7 Congress makes the following findings:

1 (1) Television is seen and heard in nearly every 2 United States home and is a uniquely pervasive 3 presence in the daily lives of Americans. The average 4 American home has 2.5 televisions, and a television is turned on in the average American home 7 hours 5 6 every day. 7 (2) Television plays a particularly significant 8 role in the lives of children. Figures provided by 9 Nielsen Research show that children between the 10 ages of 2 years and 11 years spend an average of 11 21 hours in front of a television each week. 12 (3) Television has an enormous capability to in-13 fluence perceptions, especially those of children, of 14 the values and behaviors that are common and ac-15 ceptable in society. 16 (4) The influence of television is so great that 17 its images and messages often can be harmful to the 18 development of children. Social science research 19 amply documents a strong correlation between the 20 exposure of children to televised violence and a num-21 ber of behavioral and psychological problems. 22 (5) Hundreds of studies have proven conclu-23 sively that children who are consistently exposed to 24 violence on television have a higher tendency to exhibit violent and aggressive behavior, both as chil dren and later in life.

3 (6) Such studies also show that repeated expo4 sure to violent programming causes children to be5 come desensitized to and more accepting of real-life
6 violence and to grow more fearful and less trusting
7 of their surroundings.

8 (7) A growing body of social science research 9 indicates that sexual content on television can also 10 have a significant influence on the attitudes and be-11 haviors of young viewers. This research suggests 12 that heavy exposure to programming with strong 13 sexual content contributes to the early commence-14 ment of sexual activity among teenagers.

(8) Members of the National Association of
Broadcasters (NAB) adhered for many years to a
comprehensive code of conduct that was based on an
understanding of the influence exerted by television
and on a widely held sense of responsibility for using
that influence carefully.

(9) This code of conduct, the Television Code of
the National Association of Broadcasters, articulated
this sense of responsibility as follows:

24 (A) "In selecting program subjects and
25 themes, great care must be exercised to be sure

and material with sexual connotations, shall not

be treated exploitatively or irresponsibly, but with sensitivity.".

(E) "Above and beyond the requirements 3 4 of the law, broadcasters must consider the fam-5 ily atmosphere in which many of their programs 6 are viewed. There shall be no graphic portrayal 7 of sexual acts by sight or sound. The portrayal 8 of implied sexual acts must be essential to the 9 plot and presented in a responsible and tasteful 10 manner.".

11 (10) The National Association of Broadcasters 12 abandoned the code of conduct in 1983 after three 13 provisions of the code restricting the sale of adver-14 tising were challenged by the Department of Justice 15 on antitrust grounds and a Federal district court 16 issued a summary judgment against the National 17 Association of Broadcasters regarding one of the 18 provisions on those grounds. However, none of the 19 programming standards of the code were challenged.

20 (11) While the code of conduct was in effect, its
21 programming standards were never found to have
22 violated any antitrust law.

(12) Since the National Association of Broad-casters abandoned the code of conduct, program-

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ming standards on broadcast and cable television 2 have deteriorated dramatically.

(13) In the absence of effective programming 3 4 standards, public concern about the impact of tele-5 vision on children, and on society as a whole, has 6 risen substantially. Polls routinely show that more 7 than 80 percent of Americans are worried by the in-8 creasingly graphic nature of sex, violence, and vul-9 garity on television and by the amount of program-10 ming that openly sanctions or glorifies criminal, 11 antisocial, and degrading behavior.

12 (14) At the urging of Congress, the television 13 industry has taken some steps to respond to public 14 concerns about programming standards and content. 15 The broadcast television industry agreed in 1992 to 16 adopt a set of voluntary guidelines designed to "pro-17 scribe gratuitous or excessive portrayals of violence". 18 Shortly thereafter, both the broadcast and cable tele-19 vision industries agreed to conduct independent 20 studies of the violent content in their programming 21 and make those reports public.

22 (15) In 1996, the television industry as a whole 23 made a commitment to develop a comprehensive rat-24 ing system to label programming that may be harm-

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ful or inappropriate for children. That system was implemented at the beginning of 1999.

3 (16) Despite these efforts to respond to public 4 concern about the impact of television on children, 5 millions of Americans, especially parents with young 6 children, remain angry and frustrated at the sinking 7 standards of television programming, the reluctance 8 of the industry to police itself, and the harmful in-9 fluence of television on the well-being of the children 10 and the values of the United States.

11 (17) The Department of Justice issued a ruling 12 in 1993 indicating that additional efforts by the tele-13 vision industry to develop and implement voluntary 14 programming guidelines would not violate the anti-15 trust laws. The ruling states that "such activities 16 may be likened to traditional standard setting efforts 17 that do not necessarily restrain competition and may 18 have significant procompetitive benefits . . . Such 19 guidelines could serve to disseminate valuable infor-20 mation on program content to both advertisers and 21 television viewers. Accurate information can enhance 22 the demand for, and increase the output of, an in-23 dustry's products or services.".

24 (18) The Children's Television Act of 1990
25 (Public Law 101–437) states that television broad-

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casters in the United States have a clear obligation
 to meet the educational and informational needs of
 children.

4 (19) Several independent analyses have dem-5 onstrated that the television broadcasters in the 6 United States have not fulfilled their obligations 7 under the Children's Television Act of 1990 and 8 have not noticeably expanded the amount of edu-9 cational and informational programming directed at 10 young viewers since the enactment of that Act.

11 (20) The popularity of video and personal com-12 puter (PC) games is growing steadily among chil-13 dren. Although most popular video and personal 14 computer games are educational or harmless in na-15 ture, many of the most popular are extremely vio-16 lent. One recent study by Strategic Record Research 17 found that 64 percent of teenagers played video or 18 personal computer games on a regular basis. Other 19 surveys of children as young as elementary school 20 age found that almost half of them list violent com-21 puter games among their favorites.

(21) Violent video games often present violence
in a glamorized light. Game players are often cast
in the role of shooter, with points scored for each
"kill". Similarly, advertising for such games often

touts violent content as a selling point—the more 2 graphic and extreme, the better. (22) As the popularity and graphic nature of 3 4 such video games grows, so do their potential to neg-5 atively influence impressionable children. 6 (23) Music is another extremely pervasive and popular form of entertainment. American children 7 8 and teenagers listen to music more than any other 9 demographic group. The Journal of American Medi-10 cine reported that between the 7th and 12th grades 11 the average teenager listens to 10,500 hours of rock 12 or rap music, just slightly less than the entire num-13 ber of hours spent in the classroom from kindergarten through high school. 14 15 (24) Teens are among the heaviest purchasers

16 of music, and are most likely to favor music genres 17 that depict, and often appear to glamorize violence.

18 (25) Music has a powerful ability to influence 19 perceptions, attitudes, and emotional state. The use 20 of music as therapy indicates its potential to in-21 crease emotional, psychological, and physical health. 22 That influence can be used for ill as well.

23 **SEC. 3. CONSTRUCTION.**

24 This Act may not be construed as—

1	(1) providing the Federal Government with any
2	authority to restrict television programming, movies,
3	video games, Internet content, or music lyrics that
4	is in addition to the authority to restrict such pro-
5	gramming, movies, games, content, or lyrics under
6	law as of the date of the enactment of this Act; or
7	(2) approving any action of the Federal Govern-
8	ment to restrict such programming, movies, games,
9	content, or lyrics that is in addition to any actions
10	undertaken for that purpose by the Federal Govern-
11	ment under law as of such date.
12	SEC. 4. EXEMPTION OF VOLUNTARY AGREEMENTS ON
13	GUIDELINES FOR CERTAIN ENTERTAINMENT
13 14	GUIDELINES FOR CERTAIN ENTERTAINMENT MATERIAL FROM APPLICABILITY OF ANTI-
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14 15	MATERIAL FROM APPLICABILITY OF ANTI- TRUST LAWS.
14 15 16	MATERIAL FROM APPLICABILITY OF ANTI- TRUST LAWS. (a) EXEMPTION.—Subject to subsection (b), the anti-
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14 15 16 17 18 19 20 21	MATERIAL FROM APPLICABILITY OF ANTI- TRUST LAWS. (a) EXEMPTION.—Subject to subsection (b), the anti- trust laws shall not apply to any joint discussion, consider- ation, review, action, or agreement by or among persons in the entertainment industry for the purpose of devel- oping and disseminating voluntary guidelines designed— (1) to alleviate the negative impact of telecast
 14 15 16 17 18 19 20 21 22 	MATERIAL FROM APPLICABILITY OF ANTI- TRUST LAWS. (a) EXEMPTION.—Subject to subsection (b), the anti- trust laws shall not apply to any joint discussion, consider- ation, review, action, or agreement by or among persons in the entertainment industry for the purpose of devel- oping and disseminating voluntary guidelines designed— (1) to alleviate the negative impact of telecast material, movies, video games, Internet content, and

1 (2) to promote telecast material that is edu-2 cational, informational, or otherwise beneficial to the 3 development of children. 4 (b) LIMITATION.—The exemption provided in subsection (a) shall not apply to any joint discussion, consid-5 eration, review, action, or agreement which— 6 7 (1) results in a boycott of any person; or 8 (2) concerns the purchase or sale of advertising, 9 including (without limitation) restrictions on the 10 number of products that may be advertised in a 11 commercial, the number of times a program may be 12 interrupted for commercials, and the number of con-13 secutive commercials permitted within each interrup-14 tion. 15 (c) DEFINITIONS.—In this section: (1) ANTITRUST LAWS.—The term "antitrust 16 17 laws" has the meaning given such term in the first 18 section of the Clayton Act (15 U.S.C. 12) and in-19 cludes section 5 of the Federal Trade Commission 20 Act (15 U.S.C. 45). (2) INTERNET.—The term "Internet" means 21 22 the combination of computer facilities and electro-23 magnetic transmission media, and related equipment 24 and software, comprising the interconnected world-25 wide network of computer networks that employ the

1	Transmission Control Protocol/Internet Protocol or
2	any successor protocol to transmit information.
3	(3) MOVIES.—The term "movies" means theat-
4	rical motion pictures.
5	(4) Person in the entertainment indus-
6	TRY.—The term "person in the entertainment indus-
7	try" means a television network, any entity which
8	produces or distributes television programming (in-
9	cluding theatrical motion pictures), the National
10	Cable Television Association, the Association of
11	Independent Television Stations, Incorporated, the
12	National Association of Broadcasters, the Motion
13	Picture Association of America, each of the affiliate
14	organizations of the television networks, the Inter-
15	active Digital Software Association, any entity which
16	produces or distributes video games, the Recording
17	Industry Association of America, and any entity
18	which produces or distributes music, and includes
19	any individual acting on behalf of such person.
20	(5) TELECAST.—The term "telecast" means
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any program broadcast by a television broadcast sta-tion or transmitted by a cable television system.

23 (d) REPORT.—Not later than 12 months after the24 date of the enactment of this Act, the Attorney General,

in conjunction with the Chairman of the Federal Trade
 Commission, shall submit to Congress a report on—

(1) the extent to which the motion picture, recording, and video game industry have developed or
enforced guidelines, procedures, or mechanisms to
ensure compliance by persons and entities described
in subsection (c)(4) with ratings or labeling systems
which identify and limit dissemination of sexual, violent, or other indecent material to children; and

10 (2) the extent to which Federal and State anti11 trust law preclude those industries from developing
12 and enforcing the guidelines described in subsection
13 (a).

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