## Union Calendar No. 379 H.R.4501

108th CONGRESS 2D Session

[Report No. 108-634]

To extend the statutory license for secondary transmissions under section 119 of title 17, United States Code, and to amend the Communications Act of 1934 with respect to such transmissions, and for other purposes.

#### IN THE HOUSE OF REPRESENTATIVES

JUNE 3, 2004

Mr. UPTON (for himself, Mr. MARKEY, Mr. BARTON of Texas, and Mr. DIN-GELL) introduced the following bill; which was referred to the Committee on Energy and Commerce

JULY 22, 2004

Committee to the Committee of the Whole House on the State of the Union and ordered to be printed

### A BILL

- To extend the statutory license for secondary transmissions under section 119 of title 17, United States Code, and to amend the Communications Act of 1934 with respect to such transmissions, 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; TABLE OF CONTENTS.

- 2 (a) SHORT TITLE.—This Act may be cited as the
- 3 "Satellite Home Viewer Extension and Reauthorization
- 4 Act of 2004".

#### 5 (b) TABLE OF CONTENTS.—

Sec. 1. Short title; table of contents.

#### TITLE II—FEDERAL COMMUNICATIONS COMMISSION OPERATIONS

- Sec. 201. Extension of retransmission consent exemption.
- Sec. 202. Cable/satellite comparability.
- Sec. 203. Carriage of local stations on a single dish.
- Sec. 204. Replacement of distant signals with local signals.
- Sec. 205. Additional notices to subscribers, networks, and stations concerning signal carriage.
- Sec. 206. Privacy rights of satellite subscribers.
- Sec. 207. Reciprocal bargaining obligations.
- Sec. 208. Unserved digital customers.
- Sec. 209. Reduction of required tests.
- Sec. 210. Carriage of certain additional stations.

# 6 TITLE II—FEDERAL COMMU7 NICATIONS COMMISSION OP8 ERATIONS

9 SEC. 201. EXTENSION OF RETRANSMISSION CONSENT EX-

10 EMPTION.

11 Section 325(b)(2)(C) of the Communications Act of

12 1934 (47 U.S.C. 325(b)(2)(C)) is amended by striking

13 "December 31, 2004" and inserting "December 31,14 2009".

#### 15 SEC. 202. CABLE/SATELLITE COMPARABILITY.

16 (a) AMENDMENT.—Part I of title III of the Commu-

17 nications Act of 1934 is amended by inserting after sec-

18 tion 339 (47 U.S.C. 339) the following new section:

3 "(a) SIGNIFICANTLY VIEWED STATIONS.—In addition to the broadcast signals that subscribers may receive 4 5 under section 338 and 339, a satellite carrier is also authorized to retransmit to subscribers located in a commu-6 7 nity the signal of any station that a cable system in the 8 same community is authorized to retransmit pursuant to 9 section 111 of title 17, United States Code, if such station is treated as significantly viewed in the county within 10 11 which such community is located in accordance with the rules, regulations, and authorizations of the Commission. 12 13 "(b) LIMITATIONS.—

14 "(1) ANALOG SERVICE LIMITED TO SUB-15 SCRIBERS TAKING LOCAL-INTO-LOCAL SERVICE. 16 With respect to a signal that originates as an analog 17 signal of a television broadcast station, this section 18 shall apply only to retransmissions to subscribers 19 who receive retransmissions from a satellite carrier 20 pursuant to the statutory license under section 122 21 of title 17, United States Code.

"(2) DIGITAL SERVICE LIMITATIONS.—With respect to a signal that originates as a digital signal
of a network station, this section shall apply only
if—

1	"(A) the subscriber receives from the sat-
2	ellite carrier pursuant to the statutory license
3	under section 122 of title 17, United States
4	Code, the retransmission of the digital signal of
5	a network station in the subscriber's local mar-
6	ket that is affiliated with the same television
7	network; and
8	"(B) either—
9	"(i) the retransmission of the local
10	network station occupies at least the equiv-
11	alent bandwidth as the digital signal re-
12	transmitted pursuant to this section; or
13	"(ii) the retransmission of the local
14	network station carries the entire band-
15	width of the digital signal broadcast by
16	such local network station.
17	"(3) Limitation not applicable where no
18	NETWORK AFFILIATES.—The limitations in para-
19	graphs $(1)$ and $(2)$ shall not prohibit a retrans-
20	mission under this section to a subscriber located in
21	a local market in which there are no network sta-
22	tions affiliated with the same television network as
23	the station whose signal is being retransmitted pur-
24	suant to this section.

1 "(4) AUTHORITY TO GRANT STATION-SPECIFIC 2 WAIVERS.—Notwithstanding paragraphs (1) and (2), 3 a satellite carrier may provide to subscribers the re-4 transmission of a network station that is determined 5 to be significantly viewed under this section, if and 6 to the extent that the network station in the local 7 market in which the subscriber is located, and that 8 is affiliated with the same television network, has 9 granted a waiver from the requirements of para-10 graphs (1) and (2) to such satellite carrier with re-11 spect to such significantly viewed station. 12 "(c) Modifications of List.— 13 "(1) Petitions from satellite carriers.—

In addition to cable operators and television broadcast station licensees, the Commission shall permit a satellite carrier to petition for decisions and orders—

18 "(A) by which stations and communities
19 may be added to those that are eligible for re20 transmission under subsection (a); and

21 "(B) by which stations and communities
22 may be determined to be eligible for retrans23 mission under paragraph (2) of this subsection.
24 "(2) APPLICATION OF CRITERIA TO COMMU25 NITIES WITHOUT CABLE SERVICE.—In addition to

1 the stations and communities that are eligible for re-2 transmission under subsection (a), in a community 3 that is not served by a cable system, a satellite car-4 rier is also authorized to retransmit to subscribers 5 located in such community the signal of any station 6 that a cable system in that community would be au-7 thorized to retransmit pursuant to section 111 of 8 title 17, United States Code, if such signal would 9 be treated as significantly viewed in the county with-10 in which such community is located in accordance 11 with the rules, regulations, and authorizations of the 12 Commission.

13 "(d) EFFECT ON OTHER OBLIGATIONS AND14 RIGHTS.—

15 "(1) NO EFFECT ON CARRIAGE OBLIGATIONS.—
16 Carriage of a signal under this section is not manda17 tory, and any right of a station licensee to have the
18 signal of such station carried under section 338 is
19 not affected by the eligibility of such station to be
20 carried under this section.

21 "(2) RETRANSMISSION CONSENT RIGHTS NOT
22 AFFECTED.—The eligibility of the signal of a station
23 to be carried under this section does not affect the
24 right of the licensee of such station to grant (or

withhold) retransmission consent under section
 325(b)(1).

3 "(e) NETWORK NONDUPLICATION AND SYNDICATED4 EXCLUSIVITY.—

5 "(1) NOT APPLICABLE EXCEPT AS PROVIDED 6 BY COMMISSION REGULATIONS.—Signals eligible to 7 be carried under this section are not subject to the 8 Commission's regulations concerning network non-9 duplication or syndicated exclusivity unless, pursu-10 ant to regulations adopted by the Commission, the 11 Commission determines to permit network non-12 duplication or syndicated exclusivity to apply within 13 the appropriate zone of protection.

14 "(2) LIMITATION.—Nothing in this subsection 15 or Commission regulations shall permit the applica-16 tion of network nonduplication or syndicated exclu-17 sivity regulations to the retransmission of distant 18 signals of network stations that are carried by a sat-19 ellite carrier pursuant to a statutory license under 20 section 119(a)(2)(A) or (B), with respect to persons 21 who reside in unserved households. under 22 119(a)(4)(A), or under section 119(a)(12).

23 "(f) Enforcement Proceedings.—

24 "(1) NOTICE BY TELEVISION BROADCAST STA25 TIONS.—If a television broadcast station believes

1	that a satellite carrier has retransmitted to any sub-
2	scriber in the local market of such station the signal
3	of another television broadcast station affiliated with
4	the same television network in violation of this sec-
5	tion, the station may provide the satellite carrier
6	with written notice of such violation. Such notice
7	shall be provided via overnight delivery, addressed to
8	the chief executive officer of the satellite carrier at
9	its principal place of business and marked 'UR-
10	GENT LITIGATION MATTER' on the outer pack-
11	aging. Such notification shall set forth—
12	"(A) the name, address, and call letters of
13	the station that is claimed to have been unlaw-
14	fully retransmitted (for purposes of this sub-
15	section, the 'imported station');
16	"(B) the name and address of the satellite
17	carrier;
18	"(C) the dates on which the alleged re-
19	transmission occurred;
20	"(D) the street address of at least one per-
21	son to whom the alleged retransmission was
22	made;
23	"(E) a statement that the retransmission
24	was not permitted because—

1	"(i) the Commission had not deter-
2	mined that the imported station is signifi-
3	cantly viewed in the relevant community;
4	"(ii) the subscriber is not eligible for
5	the retransmission of the signal because of
6	the limitation in subsection (b) $(1)$ or $(2)$ ;
7	"(iii) the satellite carrier had not pro-
8	vided the notification required by sub-
9	section $(h)(3)$ ; or
10	"(iv) two or more of the above; and
11	"(F) the name and address of counsel for
12	the station.
13	"(2) Complaints by television broadcast
14	STATIONS.—If, within 30 days of providing to the
15	satellite carrier a notice pursuant to paragraph (1),
16	the satellite carrier has not cured the alleged re-
17	transmission in violation of this section, or if the
18	satellite carrier cures the alleged violation after no-
19	tice and then renews such violation within the next
20	two years, the station may file a complaint with the
21	Commission. Such complaint shall set forth the in-
22	formation provided in a notice under paragraph (1).
23	"(3) Service of complaints on satellite
24	CARRIERS.—For purposes of any proceeding under
25	this subsection, any satellite carrier that retransmits

1 the signal of any broadcast station shall be deemed 2 to designate the Secretary of the Commission as its 3 agent for service of process. A television broadcast 4 station may serve a satellite carrier with a complaint 5 concerning an alleged violation of this section 6 through retransmission of a station within the local 7 market of such station by filing the original and two 8 copies of the complaint with the Secretary of the 9 Commission and serving a copy of the complaint on 10 the satellite carrier by means of two commonly used 11 overnight delivery services, each addressed to the chief executive officer of the satellite carrier at its 12 13 principal place of business, and each marked 'UR-14 GENT LITIGATION MATTER' on the outer pack-15 aging. Service shall be deemed complete one business 16 day after a copy of the complaint is provided to the 17 delivery services for overnight delivery. On receipt of 18 a complaint filed by a television broadcast station 19 under this subsection, the Secretary of the Commis-20 sion shall send the original complaint by United 21 States mail, postage prepaid, receipt requested, ad-22 dressed to the chief executive officer of the satellite 23 carrier at its principal place of business.

24 "(4) ANSWERS BY SATELLITE CARRIERS.—
25 Within 20 business days after the date of service,

the satellite carrier shall file an answer with the 1 2 Commission and shall serve the answer by a com-3 monly used overnight delivery service and by United 4 States mail, on the counsel designated in the com-5 plaint at the address listed for such counsel in the 6 complaint. The answer shall include, as a schedule, 7 a complete and accurate list of all subscribers to 8 which the satellite carrier retransmitted the im-9 ported station into the community in question pursu-10 ant to this section for each month during the rel-11 evant time period. Such subscriber information sub-12 mitted by a satellite carrier may be used only for 13 purposes of determining compliance by the satellite 14 carrier with this section. 15 "(5) Defenses.— "(A) 16 EXCLUSIVE DEFENSES.—The de-17 fenses under this paragraph are the exclusive

which a complaint under this subsection is filed. "(B) DEFENSES.—The defenses referred to under subparagraph (A) are the defenses— "(i) that the satellite carrier did not retransmit the imported station to any person in the complaining station's local mar-

defenses available to a satellite carrier against

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1	ket pursuant to this section during the
2	time period specified in the complaint;
3	"(ii) if the complaining station has al-
4	leged that the retransmission was unlawful
5	because the Commission had not deter-
6	mined that the station is significantly
7	viewed in the relevant community, that the
8	Commission had in fact made that deter-
9	mination;
10	"(iii) with respect to particular sub-
11	scribers referenced in the complaint, that
12	those subscribers reside in communities in
13	which the Commission has determined the
14	station to be significantly viewed;
15	"(iv) if the complaining station has al-
16	leged that the retransmission is unlawful
17	because the subscriber is ineligible for the
18	retransmission because of the limitation in
19	subsection (b) $(1)$ or $(2)$ , that such limita-
20	tion is inapplicable; and
21	"(v) if the complaining station has al-
22	leged that the retransmission was unlawful
23	because the satellite carrier had not pro-
24	vided the notification required by sub-

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1	section $(h)(3)$ , that the satellite carrier had
2	in fact provided that notification.
3	"(6) Counting of violations.—The unlawful
4	retransmission of a particular television broadcast
5	station on a particular day subsequent to the notice
6	and opportunity to cure described in paragraphs (1)
7	and (2) of this subsection to a single subscriber pur-
8	suant to this section shall be considered a separate
9	violation of this section.
10	"(7) Procedures.—
11	"(A) REGULATIONS.—Within 60 days
12	after the date of enactment, the Commission
13	shall issue procedural regulations implementing
14	this subsection which shall supersede proce-
15	dures under section 312.
16	"(B) Determinations.—
17	"(i) IN GENERAL.—Within 45 days
18	after the filing of a complaint, the Com-
19	mission shall issue a final determination in
20	any proceeding brought under this sub-
21	section, unless the Commission issues an
22	interim determination in writing that there
23	has been a genuine, reasonable, good faith
24	dispute about the applicability of one of
25	the defenses set forth in paragraph (5), in

1	which case the Commission shall have 135
2	additional days to issue a final determina-
3	tion. The Commission shall hear witnesses
4	only if it clearly appears, based on written
5	filings by the parties, that there is a gen-
6	uine dispute about material facts. Except
7	as provided in the preceding sentence, the
8	Commission may issue a final ruling based
9	on written filings by the parties.
10	"(ii) DISCOVERY.—The Commission
11	may direct the parties to exchange perti-
12	nent documents, and if necessary to take
13	prehearing depositions, on such schedule as
14	the Commission may approve, but only if
15	the Commission first determines that such
16	discovery is necessary to resolve a genuine
17	dispute about material facts, consistent
18	with the obligation to make a final deter-
19	mination within 45 days (or 180 days, as
20	appropriate).
21	"(8) Relief.—If the Commission determines
22	that a satellite carrier has retransmitted the im-

that a satellite carrier has retransmitted the imported stations to at least one person in the complaining station's local market based on this section
and has failed to meet its burden of proving one of

1	the defenses under paragraph (5) with respect to
2	such retransmission, the Commission shall be re-
3	quired to—
4	"(A) make a finding that the satellite car-
5	rier violated this section with respect to that
6	station; and
7	"(B) issue an order containing—
8	"(i) a cease-and-desist order directing
9	the satellite carrier immediately to stop
10	making any further retransmissions in vio-
11	lation of this section;
12	"(ii) a monetary penalty of \$50 per
13	violation, which may be waived by the
14	Commission only if the Commission deter-
15	mines that there was a genuine, reason-
16	able, good faith dispute about the applica-
17	bility of one of the defenses set forth in
18	paragraph $(5)$ ; and
19	"(C) an award to the complainant of the
20	complainant's costs and reasonable attorney's
21	fees.
22	"(9) Court proceedings on enforcement
23	OF COMMISSION ORDER.—

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1	"(A) IN GENERAL.—On entry by the Com-
2	mission of a final order granting relief under
3	this subsection—
4	"(i) a television broadcast station may
5	apply within 30 days after such entry to
6	the United States District Court for the
7	District of Columbia for a final judgment
8	enforcing all relief granted by the Commis-
9	sion; and
10	"(ii) the satellite carrier may apply
11	within 30 days after such entry to the
12	United States District Court for the Dis-
13	trict of Columbia for a judgment reversing
14	the Commission's order.
15	"(B) Appeal.—
16	"(i) For cases in which the Commis-
17	sion has not determined that there has
18	been a genuine, reasonable, good faith dis-
19	pute about the applicability of one of the
20	defenses set forth in paragraph (5), the
21	procedure for an appeal under this sub-
22	paragraph by the satellite carrier shall su-
23	persede any other appeal rights under Fed-
24	eral or State law. The United States Dis-
25	trict Court for the District of Columbia

1 may find personal jurisdiction based on the 2 satellite carrier's ownership of licenses 3 issued by the Commission. An application 4 by a television broadcast station for an order enforcing any cease-and-desist relief 5 6 granted by the Commission shall be re-7 solved on a highly expedited schedule. No 8 discovery may be conducted by the parties 9 in any such proceeding. The district court shall enforce the Commission order unless 10 11 the Commission record reflects manifest 12 error and an abuse of discretion by the 13 Commission.

14 "(ii) For cases in which the Commis15 sion has determined that there has been
16 genuine, reasonable, good faith dispute
17 about the applicability of one of the de18 fenses set forth in paragraph (5), the ap19 peals process set forth in section 402 shall
20 apply, with the following caveats:

21 "(I) If the Commission has found
22 the retransmissions in question to be
23 in violation of this section, the sat24 ellite carrier must cease such retrans25 missions during the pendency of any

1	appeal. Any such retransmissions
2	after the date of the Commission's
3	order but prior to any order over-
4	turning the Commission on appeal
5	shall be considered violations under
6	paragraph (6).
7	"(II) If the Commission has
8	found the retransmissions in question
9	to be not in violation of this section,
10	the satellite carrier may continue such
11	retransmissions during the pendency
12	of the appeal. Any such retrans-
13	missions after the date of the Com-
14	mission's order but prior to any order
15	overturning the Commission on appeal
16	shall not be considered violations
17	under paragraph (6).
18	"(g) Rulemaking.—
19	"(1) REQUIREMENTS.—The Commission
20	shall—
21	"(A) commence a rulemaking proceeding
22	to implement this section by publication of a
23	notice of proposed rulemaking within 180 days
24	after the date of enactment of the Satellite

1	Home Viewer Extension and Reauthorization
2	Act of 2004;
3	"(B) include in such notice a list of the
4	stations or communities eligible for carriage
5	under subsection (a); and
6	"(C) adopt rules pursuant to such rule-
7	making within one year after such date of en-
8	actment.
9	"(2) INTERIM ELIGIBILITY.—Stations and com-
10	munities listed as eligible for carriage in the notice
11	of proposed rulemaking issued by the Commission
12	under paragraph (1) may be treated as eligible for
13	carriage under this section on an interim basis pend-
14	ing adoption of such rules and publication of the list
15	of eligible stations and communities under such
16	rules.
17	"(h) Additional Corresponding Changes in
18	REGULATIONS.—
19	"(1) Community-by-community elec-
20	TIONS.—The Commission shall, no later than April
21	30, 2005, revise section $76.66$ of its regulations ( $47$
22	C.F.R. 76.66), concerning satellite broadcast signal
23	carriage, to permit (at the next cycle of elections
24	under section 325) a television broadcast station
25	that is located in a local market into which a sat-

1	ellite carrier retransmits a television broadcast sta-
2	tion on the basis of a statutory license under section
3	122 of title 17, United States Code, to elect, with
4	respect to such satellite carrier, between retrans-
5	mission consent pursuant to such section 325 and
6	mandatory carriage pursuant to section 338 sepa-
7	rately for each county within such station's local
8	market, if—
9	"(A) the satellite carrier has notified the
10	station, pursuant to paragraph (3), that it in-
11	tends to carry another affiliate of the same net-
12	work pursuant to this section during the rel-
13	evant election period in the station's local mar-
14	ket; or
15	"(B) on the date notification under para-
16	graph (3) was due, the satellite carrier was re-
17	transmitting into the station's local market pur-
18	suant to this section an affiliate of the same tel-
19	evision network.
20	"(2) SINGLE NEGOTIATIONS.—In revising its
21	regulations as required by paragraph (1), the Com-
22	mission shall provide that any such station shall con-
23	duct a single negotiation for the entire portion of its
24	local market for which retransmission consent is
25	elected.

1	"(3) Additional provisions.—The Commis-
2	sion shall, no later than April 30, 2005, revise its
3	regulations to provide the following:
4	"(A) NOTIFICATIONS BY SATELLITE CAR-
5	RIER.—A satellite carrier's retransmission of
6	television broadcast stations pursuant to this
7	section shall be subject to the following limita-
8	tions:
9	"(i) In any local market in which the
10	satellite carrier provides service on the
11	basis of a statutory license under section
12	122 of title 17, United States Code, on the
13	date of enactment of the Satellite Home
14	Viewer Extension and Reauthorization Act
15	of 2004, the carrier may notify a television
16	broadcast station in that market, at least
17	60 days prior to any date on which the
18	station must thereafter make an election
19	under section 76.66 of the Commission's
20	regulations (47 C.F.R. 76.66), of—
21	"(I) each affiliate of the same
22	television network that the carrier re-
23	serves the right to retransmit into
24	that station's local market pursuant
25	to this section during the next election

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1	and an analy action of analy rear
1	cycle under such section of such regu-
2	lations; and
3	"(II) for each such affiliate, the
4	communities into which the satellite
5	carrier reserves the right to make
6	such retransmissions.
7	"(ii) In any local market in which the
8	satellite carrier commences service on the
9	basis of a statutory license under section
10	122 of title 17, United States Code, after
11	the date of enactment of the Satellite
12	Home Viewer Extension and Reauthoriza-
13	tion Act of 2004, the carrier may notify a
14	station in that market, at least 60 days
15	prior to the introduction of such service in
16	that market, and thereafter at least 60
17	days prior to any date on which the station
18	must thereafter make an election under
19	section 76.66 of the Commission's regula-
20	tions (47 C.F.R. 76.66), of each affiliate of
21	the same television network that the car-
22	rier reserves the right to retransmit into
23	that station's local market during the next
24	election cycle under such section of such
25	regulations.

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1	"(iii) Beginning with the 2005 elec-
2	tion cycle, a satellite carrier may only re-
3	transmit pursuant to this section during
4	the pertinent election period a signal—
5	"(I) as to which it has provided
6	the notifications set forth in clauses
7	(i) and (ii); or
8	"(II) that it was retransmitting
9	into the local market under this sec-
10	tion as of the date such notifications
11	were due.
12	"(B) HARMONIZATION OF ELECTIONS AND
13	RETRANSMISSION CONSENT AGREEMENTS.—If a
14	satellite carrier notifies a television broadcast
15	station that it reserves the right to retransmit
16	an affiliate of the same television network dur-
17	ing the next election cycle pursuant to this sec-
18	tion, the station may choose between retrans-
19	mission consent and mandatory carriage for
20	any portion of the 3-year election cycle that is
21	not covered by an existing retransmission con-
22	sent agreement.
23	"(i) DEFINITIONS.—As used in this section:
24	"(1) LOCAL MARKET; SATELLITE CARRIER;
25	SUBSCRIBER; TELEVISION BROADCAST STATION.—

1	The terms 'local market', 'satellite carrier', 'sub-
2	scriber', and 'television broadcast station' have the
3	meanings given such terms in section 338(k).
4	"(2) NETWORK STATION; TELEVISION NET-
5	WORK.—The terms 'network station' and 'television
6	network' have the meanings given such terms in sec-
7	tion 339(d).
8	"(3) BANDWIDTH.—The terms 'equivalent
9	bandwidth' and 'entire bandwidth' shall be defined
10	by the Commission by regulation.".
11	SEC. 203. CARRIAGE OF LOCAL STATIONS ON A SINGLE
12	DISH.
13	Section 338 of the Communications Act of 1934 (47
14	U.S.C. 338(d)) is amended—
15	(1) by redesignating subsections (g) and (h) as
16	subsections (j) and (k), respectively;
17	(2) by inserting after subsection $(f)$ the fol-
18	lowing new subsection:
19	"(g) Carriage of Local Stations on a Single
20	DISH.—
21	"(1) SINGLE DISH.—Each satellite carrier that
$\mathbf{r}$	retransmits the signals of local television broadcast
22	stations in a local market shall retransmit the sig-
22 23	stations in a local market shan retransmit the sig
	nals of all local television broadcast stations retrans-

by means of a single reception antenna and associ ated equipment.

"(2) EXCEPTION.—Notwithstanding paragraph 3 4 (1), if the carrier retransmits signals in the digital 5 television service, the carrier shall retransmit the 6 digital television service signals of all the local tele-7 vision broadcast stations retransmitted by that car-8 rier to subscribers in such market by means of a sin-9 gle reception antenna and associated equipment, but 10 such antenna and associated equipment may be sep-11 arate from the single reception antenna and associ-12 ated equipment used for signals that are not in the 13 digital television service.

"(3) EFFECTIVE DATE.—The requirements of
paragraphs (1) and (2) of this subsection shall apply
on and after one year after the date of enactment
of the Satellite Home Viewer Extension and Reauthorization Act of 2004.

19 "(4) NOTICE OF DISRUPTIONS.—A carrier that 20 is providing signals of a local television broadcast 21 station in a local market under this section on the 22 date of enactment of the Satellite Home Viewer Ex-23 tension and Reauthorization Act of 2004 shall, not 24 later than 270 days after such date of enactment, 25 provide to the licensees for such stations and the

1	carrier's subscribers in such local market a notice
2	that displays prominently and conspicuously a clear
3	statement of—
4	"(A) any reallocation of signals between
5	different reception antennas and associated
6	equipment that the carrier intends to make in
7	order to comply with the requirements of this
8	subsection;
9	"(B) the need, if any, for subscribers to
10	obtain an additional reception antenna and as-
11	sociated equipment to receive such signals; and
12	"(C) any cessation of carriage or other ma-
13	terial change in the carriage of signals as a con-
14	sequence of the requirements of this paragraph.
15	"(5) ENFORCEMENT.—Notwithstanding any
16	other provision of this section, the Commission may
17	enforce this section and any regulation thereunder in
18	accordance with titles IV and V of this Act.".
19	SEC. 204. REPLACEMENT OF DISTANT SIGNALS WITH
20	LOCAL SIGNALS.
21	Section 339(a) of the Communications Act of 1934
22	(47 U.S.C. 339(a)) is amended—
23	(1) by redesignating paragraph $(2)$ as para-
24	graph (3); and

1	(2) by inserting after paragraph $(1)$ the fol-
2	lowing new paragraph:
3	"(2) Replacement of distant signals with
4	LOCAL SIGNALS.—Notwithstanding any other provi-
5	sion of paragraph (1), the following rules shall apply
6	after the date of enactment of the Satellite Home
7	Viewer Extension and Reauthorization Act of 2004:
8	"(A) RULES FOR GRANDFATHERED SUB-
9	SCRIBERS.—In the case of a subscriber of a sat-
10	ellite carrier who is eligible to receive the signal
11	of a network station solely by reason of section
12	119(e) of title 17, United States Code (in this
13	subparagraph referred to as a 'distant signal'),
14	the following shall apply:
15	"(i) In a case in which the signal of
16	a local network station affiliated with the
17	same television network is made available
18	pursuant to the statutory license under
19	section 122 by that satellite carrier to the
20	subscriber, the carrier may only provide
21	the secondary transmissions of the distant
22	signal of such network station to that sub-
23	scriber—
24	"(I) if, within 60 days after re-
25	ceiving the notice of the satellite car-

1	rier under section $338(h)(1)$ of the
2	Communications Act of 1934, the
3	subscriber elects to retain the distant
4	signal; but
5	"(II) only until such time as the
6	subscriber elects to receive such local
7	signal.
8	"(ii) Notwithstanding clause (i), the
9	carrier may not retransmit the distant sig-
10	nal to any subscriber who is eligible to re-
11	ceive the signal of a network station solely
12	by reason of section 119(e) of title 17,
13	United States Code, unless such carrier,
14	within 60 days after the date of the enact-
15	ment of the Satellite Home Viewer Exten-
16	sion and Reauthorization Act of 2004, sub-
17	mits to that television network the list and
18	statement required by section $338(h)(2)$ .
19	"(B) Rules for other subscribers
20	In the case of a subscriber of a satellite carrier
21	who is eligible to receive the signal of a network
22	station under the statutory license under sec-
23	tion 119(a)(2) of title 17, United States Code
24	(in this subparagraph referred to as a 'distant

1	signal'), other than subscribers to whom sub-
2	paragraph (A) applies, the following shall apply:
3	"(i) In a case in which the signal of
4	a local network station affiliated with the
5	same television network is made available
6	pursuant to the statutory license under
7	section 122 by that satellite carrier to the
8	subscriber on the date of the enactment of
9	the Satellite Home Viewer Extension and
10	Reauthorization Act of 2004, the carrier
11	may only provide the secondary trans-
12	missions of the distant signal of such net-
13	work station to that subscriber—
14	"(I)(aa) if, on such date of enact-
15	ment, the subscriber is receiving such
16	distant signal and is also receiving
17	such local signal, and
18	"(bb) the subscriber's satellite
19	carrier, within 60 days after the date
20	of the enactment of the Satellite
21	Home Viewer Extension and Reau-
22	thorization Act of 2004, submits to
23	that television network the list and
24	statement required by section
25	338(h)(2); or

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1	"(II)(aa) if, on such date of en-
2	actment, the subscriber is receiving
3	such distant signal and is not receiv-
4	ing such local signal; but
5	"(bb) only until such time as the
6	subscriber elects to receive such local
7	signal.
8	"(ii) In a case in which the signal of
9	a local network station affiliated with the
10	same television network is not made avail-
11	able pursuant to the statutory license
12	under section 122 by that satellite carrier
13	to a subscriber on the date of the enact-
14	ment of the Satellite Home Viewer Exten-
15	sion and Reauthorization Act of 2004, the
16	carrier may only provide the secondary
17	transmissions of the distant signal of such
18	network station to that subscriber—
19	"(I) who is a subscriber of that
20	satellite carrier on such date of enact-
21	ment, or
22	"(II) who becomes a subscriber
23	of that satellite carrier after such date
24	but before the local signal is made
25	available by the carrier, but only until

1	such time as the subscriber elects to
2	receive the local signal from that sat-
3	ellite carrier.
4	"(C) FUTURE APPLICABILITY.—A satellite
5	carrier may not provide a distant signal (within
6	the meaning of subparagraph (A) or (B)) to
7	any person in a location to which the signal of
8	a local network station affiliated with the same
9	television network was made available by that
10	carrier pursuant to the statutory license under
11	section 122 of title 17, United States Code, be-
12	fore the person becomes a subscriber to that
13	carrier.

14 "(D) AUTHORITY TO GRANT STATION-SPE-CIFIC WAIVERS.—Notwithstanding the provi-15 sions of this paragraph, a satellite carrier may 16 17 provide the distant signal (within the meaning 18 of subparagraph (A) or (B)) of any distant net-19 work station to any person to whom the signal 20 of a local network station is available pursuant 21 to the statutory license under section 122 of 22 title 17, United States Code, if and to the ex-23 tent that such local network station has granted a waiver from the requirements of this para-24

1	graph to such satellite carrier with respect to
2	such distant network station.
3	"(E) Other provisions not af-
4	FECTED.—This paragraph shall not affect the
5	eligibility of a subscriber to receive secondary
6	transmissions under section $119(a)(3)$ of title
7	17, United States Code, or as an unserved
8	household included under section $119(a)(12)$ of
9	such title.".
10	SEC. 205. ADDITIONAL NOTICES TO SUBSCRIBERS, NET-
11	WORKS, AND STATIONS CONCERNING SIGNAL
12	CARRIAGE.
13	Section 338 of the Communications Act of 1934 (47
14	U.S.C. 338) is further amended by inserting after sub-
15	section (g) (as added by section 203) the following new
16	subsection:
17	"(h) Additional Notices to Subscribers, Net-
18	WORKS, AND STATIONS CONCERNING SIGNAL CAR-
19	RIAGE.—
20	"(1) NOTICES TO AND ELECTIONS BY SUB-
21	SCRIBERS CONCERNING GRANDFATHERED SIG-
22	NALS.—Any carrier that provides a distant signal of
23	a network station to a subscriber pursuant to a stat-
24	utory license under section $119(a)(4)(A)$ of title 17,
25	United States Code, shall—

"(A) within 60 days after the local signal
of a network station of the same television net-
work is available pursuant to a statutory license
under section 122, or within 60 days after the
date of enactment of the Satellite Home Viewer
Extension and Reauthorization Act of 2004,
whichever is later, send a notice to the sub-
scriber—
"(i) offering to substitute the local
network signal for the duplicating distant
network signal; and
"(ii) informing the subscriber that, if
the subscriber fails to respond in 60 days,
the subscriber will lose the distant network
signal but will be permitted to subscribe to
the local network signal; and
"(B) if the subscriber—
"(i) elects to substitute such local net-
work signal within such 60 days, switch
such subscriber to such local network sig-
nal within 10 days after the end of such
60-day period; or
"(ii) fails to respond within such 60
days, terminate the distant network signal

1	within 10 days after the end of such 60-
2	day period.
3	"(2) Notices to networks of distant sig-
4	NAL SUBSCRIBERS.—Within 60 days after the date
5	of enactment of the Satellite Home Viewer Exten-
6	sion and Reauthorization Act of 2004, each satellite
7	carrier that provides a distant signal of a network
8	station to a subscriber pursuant to a statutory li-
9	cense under section $119(a)(4)(A)$ or $119(a)(4)(B)(i)$
10	of title 17, United States Code, shall submit to each
11	network—
12	"(A) a list, aggregated by designated mar-
13	ket area, identifying each subscriber provided
14	such a signal by—
15	''(i) name;
16	"(ii) address (street or RFD number,
17	city, state, and zip code); and
18	"(iii) the distant network signal or
19	signals received; and
20	"(B) a statement that, to the best of the
21	carrier's knowledge and belief after having
22	made diligent and good faith inquiries, the sub-
23	scriber is qualified under the existing law to re-
24	ceive the distant network signal or signals pur-
25	suant to a statutory license under section

1	119(a)(4)(A) or $119(a)(4)(B)(i)$ of title 17,
2	United States Code.
3	"(3) NOTICE TO STATION LICENSEES OF COM-
4	MENCEMENT OF LOCAL-INTO-LOCAL SERVICE.—
5	"(A) NOTICE REQUIRED.—Within 180
6	days after the date of enactment of the Satellite
7	Home Viewer Extension and Reauthorization
8	Act of 2004, the Commission shall revise the
9	regulations under this section relating to notice
10	to broadcast station licensees to comply with
11	the requirements of this paragraph.
12	"(B) CONTENTS OF COMMENCEMENT NO-
13	TICE.—The notice required by such regulations
14	shall inform each television broadcast station li-
15	censee within any local market in which a sat-
16	ellite carrier proposes to commence carriage of
17	signals of stations from that market, not later
18	than 60 days prior to the commencement of
19	such carriage—
20	"(i) of the carrier's intention to
21	launch local-into-local service under this
22	section in a local market, the identity of
23	that local market, and the location of the
24	carrier's proposed local receive facility for
25	that local market;

1	"(ii) of the right of such licensee to
2	elect carriage under this section or grant
3	retransmission consent under section
4	325(b);
5	"(iii) that such licensee has 30 days
6	from the date of the receipt of such notice
7	to make such election; and
8	"(iv) that failure to make such elec-
9	tion will result in the loss of the right to
10	demand carriage under this section for the
11	remainder of the 3-year cycle of carriage
12	under section 325.
13	"(C) TRANSMISSION OF NOTICES.—Such
14	regulations shall require that each satellite car-
15	rier shall transmit the notices required by such
16	regulation via certified mail to the address for
17	such television station licensee listed in the con-
18	solidated database system maintained by the
19	Commission.
20	"(4) Notices concerning significantly
21	VIEWED STATIONS.—Each satellite carrier that pro-
22	poses to commence the retransmission of a station
23	pursuant to section 340 in any local market shall—
24	"(A) not less than 60 days before com-
25	mencing such retransmission, provide a written
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1	notice to any television broadcast station in
2	such local market of a such proposal; and
3	"(B) designate on such carrier's website all
4	significantly viewed signals carried pursuant to
5	section 340 and the communities in which the
6	signals are carried.".
7	SEC. 206. PRIVACY RIGHTS OF SATELLITE SUBSCRIBERS.
8	(a) Amendment.—Section 338 of the Communica-
9	tions Act of 1934 (47 U.S.C. 338) is further amended by
10	inserting after subsection (h) (as added by section 205)
11	the following new subsection:
12	"(i) Privacy Rights of Satellite Sub-
13	SCRIBERS.—
14	"(1) NOTICE.—At the time of entering into an
15	agreement to provide any satellite service or other
16	service to a subscriber and at least once a year
17	thereafter, a satellite carrier shall provide notice in
18	the form of a separate, written statement to such
19	subscriber which clearly and conspicuously informs
20	the subscriber of—
21	"(A) the nature of personally identifiable
22	information collected or to be collected with re-
23	spect to the subscriber and the nature of the
24	use of such information;

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1	"(B) the nature, frequency, and purpose of
2	any disclosure which may be made of such in-
3	formation, including an identification of the
4	types of persons to whom the disclosure may be
5	made;
6	"(C) the period during which such infor-
7	mation will be maintained by the satellite car-
8	rier;
9	"(D) the times and place at which the sub-
10	scriber may have access to such information in
11	accordance with paragraph (5); and
12	"(E) the limitations provided by this sec-
13	tion with respect to the collection and disclosure
14	of information by a satellite carrier and the
15	right of the subscriber under paragraphs (7)
16	and (9) to enforce such limitations.
17	In the case of subscribers who have entered into
18	such an agreement before the effective date of this
19	subsection, such notice shall be provided within 180
20	days of such date and at least once a year there-
21	after.
22	"(2) DEFINITIONS.—For purposes of this sub-
23	section, other than paragraph $(9)$ —
24	"(A) the term 'personally identifiable infor-
25	mation' does not include any record of aggre-

1	gate data which does not identify particular
2	persons;
3	"(B) the term 'other service' includes any
4	wire or radio communications service provided
5	using any of the facilities of a satellite carrier
6	that are used in the provision of satellite serv-
7	ice; and
8	"(C) the term 'satellite carrier' includes, in
9	addition to persons within the definition of sat-
10	ellite carrier, any person who—
11	"(i) is owned or controlled by, or
12	under common ownership or control with,
13	a satellite carrier; and
14	"(ii) provides any wire or radio com-
15	munications service.
16	"(3) Prohibitions.—
17	"(A) CONSENT TO COLLECTION.—Except
18	as provided in subparagraph (B), a satellite
19	carrier shall not use any facilities used by the
20	satellite carrier to collect programming selection
21	or subscription information from such a sub-
22	scriber to collect personally identifiable informa-
23	tion concerning any subscriber without the prior
24	written or electronic consent of the subscriber
25	concerned.

1	"(B) Exceptions.—A satellite carrier
2	may use such facilities to collect such informa-
3	tion in order to—
4	"(i) obtain information necessary to
5	render a satellite service or other service
6	provided by the satellite carrier to the sub-
7	scriber; or
8	"(ii) detect unauthorized reception of
9	satellite communications.
10	"(4) DISCLOSURE.—
11	"(A) CONSENT TO DISCLOSURE.—Except
12	as provided in subparagraph (B), a satellite
13	carrier shall not disclose personally identifiable
14	information concerning any subscriber without
15	the prior written or electronic consent of the
16	subscriber concerned and shall take such ac-
17	tions as are necessary to prevent unauthorized
18	access to such information by a person other
19	than the subscriber or satellite carrier.
20	"(B) EXCEPTIONS.—A satellite carrier
21	may disclose such information if the disclosure
22	is—
23	"(i) necessary to render, or conduct a
24	legitimate business activity related to, a

1	satellite service or other service provided
2	by the satellite carrier to the subscriber;
3	"(ii) subject to paragraph (9), made
4	pursuant to a court order authorizing such
5	disclosure, if the subscriber is notified of
6	such order by the person to whom the
7	order is directed;
8	"(iii) a disclosure of the names and
9	addresses of subscribers to any satellite
10	service or other service, if—
11	"(I) the satellite carrier has pro-
12	vided the subscriber the opportunity
13	to prohibit or limit such disclosure;
14	and
15	"(II) the disclosure does not re-
16	veal, directly or indirectly, the—
17	"(aa) extent of any viewing
18	or other use by the subscriber of
19	a satellite service or other service
20	provided by the satellite carrier;
21	or
22	"(bb) the nature of any
23	transaction made by the sub-
24	scriber over any facilities used by
25	the satellite carrier to collect pro-

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1	gramming selection or subscrip-
2	tion information from such a
3	subscriber; or
4	"(iv) to a government entity as au-
5	thorized under chapters 119, 121, or 206
6	of title 18, United States Code, except that
7	such disclosure shall not include records
8	revealing satellite subscriber selection of
9	video programming from a satellite carrier.
10	"(5) Access by subscriber.—A satellite sub-
11	scriber shall be provided access to all personally
12	identifiable information regarding that subscriber
13	which is collected and maintained by a satellite car-
14	rier. Such information shall be made available to the
15	subscriber at reasonable times and at a convenient
16	place designated by such satellite carrier. A satellite
17	subscriber shall be provided reasonable opportunity
18	to correct any error in such information.
19	"(6) Destruction of information.—A sat-
20	ellite carrier shall destroy personally identifiable in-
21	formation if the information is no longer necessary
22	for the purpose for which it was collected and there
23	are no pending requests or orders for access to such
24	information under paragraph (5) or pursuant to a
25	court order.

1	"(7) Penalties.—Any person aggrieved by
2	any act of a satellite carrier in violation of this sec-
3	tion may bring a civil action in a United States dis-
4	trict court. The court may award—
5	"(A) actual damages but not less than liq-
6	uidated damages computed at the rate of \$100
7	a day for each day of violation or \$1,000,
8	whichever is higher;
9	"(B) punitive damages; and
10	"(C) reasonable attorneys' fees and other
11	litigation costs reasonably incurred.
12	The remedy provided by this subsection shall be in
13	addition to any other lawful remedy available to a
14	satellite subscriber.
15	"(8) RULE OF CONSTRUCTION.—Nothing in
16	this title shall be construed to prohibit any State
17	from enacting or enforcing laws consistent with this
18	section for the protection of subscriber privacy.
19	"(9) COURT ORDERS.—Except as provided in
20	paragraph (4)(B)(iv), a governmental entity may ob-
21	tain personally identifiable information concerning a
22	satellite subscriber pursuant to a court order only if,
23	in the court proceeding relevant to such court
24	order—

1	"(A) such entity offers clear and con-
2	vincing evidence that the subject of the infor-
3	mation is reasonably suspected of engaging in
4	criminal activity and that the information
5	sought would be material evidence in the case;
6	and
7	"(B) the subject of the information is af-
8	forded the opportunity to appear and contest
9	such entity's claim.".
10	(b) Effective Date.—Section 338(i) of the Com-
11	munications Act of 1934 (47 U.S.C. 338(i)) as amended
12	by subsection (a) of this section shall be effective 60 days
13	after the date of enactment of this Act.
13 14	after the date of enactment of this Act. SEC. 207. RECIPROCAL BARGAINING OBLIGATIONS.
14	SEC. 207. RECIPROCAL BARGAINING OBLIGATIONS.
14 15	<b>SEC. 207. RECIPROCAL BARGAINING OBLIGATIONS.</b> (a) AMENDMENTS.—Section 325(b)(3)(C) of the
14 15 16	<ul> <li>SEC. 207. RECIPROCAL BARGAINING OBLIGATIONS.</li> <li>(a) AMENDMENTS.—Section 325(b)(3)(C) of the Communications Act of 1934 (47 U.S.C. 325(b)(3)(C)) is</li> </ul>
14 15 16 17	<ul> <li>SEC. 207. RECIPROCAL BARGAINING OBLIGATIONS.</li> <li>(a) AMENDMENTS.—Section 325(b)(3)(C) of the Communications Act of 1934 (47 U.S.C. 325(b)(3)(C)) is amended—</li> </ul>
14 15 16 17 18	<ul> <li>SEC. 207. RECIPROCAL BARGAINING OBLIGATIONS.</li> <li>(a) AMENDMENTS.—Section 325(b)(3)(C) of the Communications Act of 1934 (47 U.S.C. 325(b)(3)(C)) is amended— <ul> <li>(1) by striking "Within 45 days" and all that</li> </ul> </li> </ul>
14 15 16 17 18 19	<ul> <li>SEC. 207. RECIPROCAL BARGAINING OBLIGATIONS.</li> <li>(a) AMENDMENTS.—Section 325(b)(3)(C) of the Communications Act of 1934 (47 U.S.C. 325(b)(3)(C)) is amended— <ul> <li>(1) by striking "Within 45 days" and all that follows through "1999, the" and inserting "The";</li> </ul> </li> </ul>
14 15 16 17 18 19 20	<ul> <li>SEC. 207. RECIPROCAL BARGAINING OBLIGATIONS.</li> <li>(a) AMENDMENTS.—Section 325(b)(3)(C) of the Communications Act of 1934 (47 U.S.C. 325(b)(3)(C)) is amended— <ul> <li>(1) by striking "Within 45 days" and all that follows through "1999, the" and inserting "The";</li> <li>(2) by striking the second sentence;</li> </ul> </li> </ul>
<ol> <li>14</li> <li>15</li> <li>16</li> <li>17</li> <li>18</li> <li>19</li> <li>20</li> <li>21</li> </ol>	<ul> <li>SEC. 207. RECIPROCAL BARGAINING OBLIGATIONS.</li> <li>(a) AMENDMENTS.—Section 325(b)(3)(C) of the Communications Act of 1934 (47 U.S.C. 325(b)(3)(C)) is amended— <ul> <li>(1) by striking "Within 45 days" and all that follows through "1999, the" and inserting "The";</li> <li>(2) by striking the second sentence;</li> <li>(3) by striking "and" at the end of clause (i);</li> </ul> </li> </ul>

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1	(B) by striking the period at the end and
2	inserting "; and"; and
3	(5) by adding at the end the following new
4	clauses:
5	"(iii) until January 1, 2010, prohibit
6	a multichannel video programming dis-
7	tributor from failing to negotiate in good
8	faith for retransmission consent under this
9	section, and it shall not be a failure to ne-
10	gotiate in good faith if the distributor en-
11	ters into retransmission consent agree-
12	ments containing different terms and con-
13	ditions, including price terms, with dif-
14	ferent broadcast stations if such different
15	terms and conditions are based on com-
16	petitive marketplace considerations.".
17	(b) DEADLINE.—The Federal Communications Com-
18	mission shall prescribe regulations to implement the
19	amendments made by subsection $(a)(5)$ within 180 days
20	after the date of enactment of this Act.
21	SEC. 208. UNSERVED DIGITAL CUSTOMERS.
22	(a) INQUIRY REQUIRED.—Consistent with the digital

(a) INQUIRY REQUIRED.—Consistent with the digital
television service rules of Federal Communications Commission in effect on the date of enactment of this Act,
and the propagation prediction models derived from Bul-

letin No. 69 of the Commission's Office of Engineering 1 and Technology, the Commission shall initiate an inquiry 2 3 to recommend the appropriate methodologies for deter-4 mining which consumers are in locations where the con-5 sumer will be unable, on and after the date on which analog television services are discontinued pursuant to the 6 7 provisions of section 309(j)(14) of the Communications 8 Act of 1934 (47 U.S.C. 309(j)(14)), to receive broadcast 9 digital television service signals that are transmitted from 10 a station's permanent digital television channel that are of sufficient intensity to be able to receive and display dig-11 ital television service using receiving terrestrial outdoor 12 13 antennas of reasonable cost and ease of installation. Such methodologies shall be based on the current field strength 14 15 requirements for digital television stations in section 73.622(e)(1) of the Commission's regulations (47 C.F.R. 16 17 622(e)(1)).

(b) REPORT REQUIRED.—The Federal Communications Commission shall submit a report on the results of
the inquiry required by subsection (a) to the Committee
on Energy and Commerce of the House of Representatives
and the Committee on Commerce, Science, and Transportation of the Senate not later than December 31, 2005.
Such report shall include—

- 1 (1) a proposal, using the best engineering prac-2 tices for the broadcast television industry, for a pre-3 dictive methodology for determining both which con-4 sumers-(A) receive a digital signal of sufficient in-5 6 tensity to be able to receive and display digital 7 television service using receiving terrestrial out-8 door antennas of reasonable cost and ease of in-9 stallation; or 10 (B) will receive such a signal after a local 11 station begins transmitting on its permanent 12 digital television channel; 13 (2) an analysis of whether it is possible to iden-14 tify the areas of the country within which consumers 15 will not, on and after the date on which analog tele-16 vision services are discontinued pursuant to the pro-17 visions of section 309(j)(14) of the Communications 18 Act of 1934 (47 U.S.C. 309(j)(14)), be able to re-19 ceive a digital television signal of sufficient intensity 20 to be able to receive and display digital television 21 service using receiving terrestrial outdoor antennas 22 of reasonable cost and ease of installation; and 23 (3) if possible, an identification, on a county-by-24 county or more localized basis, of such areas for
- 25 each television network.

1 SEC. 209. REDUCTION OF REQUIRED TESTS.

2 Section 339(c)(4) of the Communications Act of 1934
3 (47 U.S.C. 339(c)(4)) is amended by inserting after sub4 paragraph (C) the following new subparagraphs:

5 "(D) REDUCTION OF VERIFICATION BUR-6 DENS.—Within one year after the date of enact-7 ment of the Satellite Home Viewer Extension 8 and Reauthorization Act of 2004, the Commis-9 sion shall by rule exempt from the verification requirements of subparagraph (A) any request 10 11 for a test made by a subscriber to a satellite 12 carrier-

"(i) to whom the retransmission of 13 14 the signals of local broadcast stations is 15 available under section 122 of title 17, 16 United States Code, from such carrier; or "(ii) for whom the predictive model 17 18 required by paragraph (3) predicts a signal intensity that exceeds the signal intensity 19 effect 20 standard in under section 21 119(d)(11)(A) of such title by such num-22 ber of decibels as the Commission specifies 23 in such rule.

24 "(E) EXCEPTION.—Notwithstanding any
25 provision of this Act, this section does not pro26 hibit a subscriber who is predicted to receive a

signal that meets or exceeds such signal intensity standard from conducting a signal strength
test at the subscriber's own expense for the
purpose of determining their eligibility for distant signals under this section.".

## 6 SEC. 210. CARRIAGE OF CERTAIN ADDITIONAL STATIONS.

7 Section 340 of the Communications Act of 1934, as
8 added by section 202(a) of this Act, is amended by insert9 ing at the end of subsection (c) the following new para10 graph:

11 "(3) CARRIAGE OF CERTAIN ADDITIONAL STA12 TIONS.—

13 "(A) ADDITIONAL STATIONS AUTHOR-14 IZED.—In addition to the signals that are eligi-15 ble to be carried under subsection (a) and para-16 graph (2) of this subsection, a satellite carrier 17 is also authorized to retransmit to subscribers 18 in no more than two counties in a State that 19 are in a local market principally comprised of 20 counties in another State, the signals of any tel-21 evision station located in the capital city of the 22 State in which such counties are located, if the 23 total number of television households in the two 24 counties combined did not exceed 10,000 for the year 2003 according to Nielson Media Research.

"(B) 3 TREATMENT  $\mathbf{AS}$ SIGNIFICANTLY 4 VIEWED; LIMITATIONS.—Such signals shall be 5 deemed, solely for purposes of this section, to be significantly viewed in such two counties. In 6 7 total, a satellite carrier that carries one or more additional signals under this paragraph may re-8 9 transmit no more than four television broadcast 10 stations in such counties pursuant to this para-11 graph. All rules applicable to carriage of sta-12 tions pursuant to subsection (a) or paragraph 13 (2) of this subsection shall apply to carriage of 14 stations pursuant to this paragraph.".

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## **Union Calendar No. 379**

## 108TH CONGRESS H. R. 4501

[Report No. 108-634]

## A BILL

To extend the statutory license for secondary transmissions under section 119 of title 17, United States Code, and to amend the Communications Act of 1934 with respect to such transmissions, and for other purposes.

July 22, 2004

Committed to the Committee of the Whole House on the State of the Union and ordered to be printed