### 116TH CONGRESS 1ST SESSION

# H. R. 3994

To repeal certain provisions of the Communications Act of 1934, title 17 of the United States Code, and certain regulations, to allow for interim carriage of television broadcast signals, and for other purposes.

## IN THE HOUSE OF REPRESENTATIVES

July 25, 2019

Mr. Scalise (for himself and Ms. Eshoo) introduced the following bill; which was referred to the Committee on Energy and Commerce, and in addition to the Committee on the Judiciary, for a period to be subsequently determined by the Speaker, in each case for consideration of such provisions as fall within the jurisdiction of the committee concerned

# A BILL

To repeal certain provisions of the Communications Act of 1934, title 17 of the United States Code, and certain regulations, to allow for interim carriage of television broadcast signals, 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 "Modern Television Act
- 5 of 2019".

| 1  | SEC. 2. AGREEMENTS FOR CARRIAGE OF BROADCAST PRO-  |
|----|--|
| 2  | GRAMMING.  |
| 3  | (a) Agreements for Carriage of Broadcast           |
| 4  | Programming.—Section 325 of the Communications Act |
| 5  | of 1934 (47 U.S.C. 325) is amended—                |
| 6  | (1) in subsection $(b)(3)(C)$ —                    |
| 7  | (A) in clause (i), by striking the semicolon       |
| 8  | at the end and inserting "; and";                  |
| 9  | (B) by striking clauses (ii), (iii), and (iv);     |
| 10 | and  |
| 11 | (C) by redesignating clause (v) as clause          |
| 12 | (ii); and  |
| 13 | (2) by adding at the end the following:            |
| 14 | "(f) REQUIREMENTS FOR MARKETPLACE AGREE-           |
| 15 | MENTS.—  |
| 16 | "(1) Negotiation requirements.—                    |
| 17 | "(A) IN GENERAL.—Not later than 90                 |
| 18 | days after the date of the enactment of the        |
| 19 | Modern Television Act of 2019, the Commission      |
| 20 | shall, by regulation—                              |
| 21 | "(i) require a television broadcast sta-           |
| 22 | tion and multichannel video programming            |
| 23 | distributor (and any large station group or        |
| 24 | qualified MVPD buying group negotiating            |
| 25 | for a marketplace agreement on behalf of           |
| 26 | a television broadcast station or multi-           |

| 1  | channel video programming distributor, re-    |
|----|---|
| 2  | spectively) to negotiate in good faith in any |
| 3  | effort to reach a marketplace agreement;      |
| 4  | and   |
| 5  | "(ii) prohibit a television broadcast         |
| 6  | station from coordinating negotiations or     |
| 7  | negotiating on a joint basis with another     |
| 8  | television broadcast station in the same      |
| 9  | local market in an effort to reach a mar-     |
| 10 | ketplace agreement with a multichannel        |
| 11 | video programming distributor, unless such    |
| 12 | stations are directly or indirectly under     |
| 13 | common de jure control permitted under        |
| 14 | the regulations of the Commission.            |
| 15 | "(B) GOOD FAITH REQUIREMENTS.—The             |
| 16 | regulations promulgated under paragraph       |
| 17 | (1)(A) shall provide—                         |
| 18 | "(i) that it is a violation of the re-        |
| 19 | quirement under paragraph (1)(A)(i)—          |
| 20 | "(I) for a multichannel video pro-            |
| 21 | gramming distributor, a qualified             |
| 22 | MVPD buying group, a television               |
| 23 | broadcast station, or a large station         |
| 24 | group to refuse to declare an impasse         |
| 25 | for the sole purpose of avoiding bind-        |

| 1  | ing arbitration under subsection (g),    |
|----|--|
| 2  | as added by the Modern Television        |
| 3  | Act of 2019; or                          |
| 4  | "(II) for a large station group to       |
| 5  | prohibit a qualified MVPD buying         |
| 6  | group from permitting a multichannel     |
| 7  | video programming distributor with       |
| 8  | which the large station group has an     |
| 9  | existing marketplace agreement to        |
| 10 | join a new marketplace agreement ne-     |
| 11 | gotiated by the large station group      |
| 12 | and the qualified MVPD buying group      |
| 13 | upon the expiration of the existing      |
| 14 | marketplace agreement, if the multi-     |
| 15 | channel video programming dis-           |
| 16 | tributor was unable to join the new      |
| 17 | marketplace agreement at the time of     |
| 18 | the execution of the agreement be-       |
| 19 | cause of the existing marketplace        |
| 20 | agreement;                               |
| 21 | "(ii) that is not a violation of the re- |
| 22 | quirement under paragraph (1)(A)(i)—     |
| 23 | "(I) for a television broadcast          |
| 24 | station or large station group to enter  |
| 25 | into marketplace agreements con-         |

| 1  | taining different terms and conditions,    |
|----|--|
| 2  | including price terms and royalty fees,    |
| 3  | with different multichannel video pro-     |
| 4  | gramming distributors or with dif-         |
| 5  | ferent qualified MVPD buying groups        |
| 6  | if such different terms and conditions     |
| 7  | are based on competitive marketplace       |
| 8  | considerations; or                         |
| 9  | "(II) for a multichannel video             |
| 10 | programming distributor or a quali-        |
| 11 | fied MVPD buying group to enter into       |
| 12 | marketplace agreements containing          |
| 13 | different terms and conditions, includ-    |
| 14 | ing price terms and royalty fees, with     |
| 15 | different television broadcast stations    |
| 16 | or with different large station groups     |
| 17 | if such different terms and conditions     |
| 18 | are based on competitive marketplace       |
| 19 | considerations;                            |
| 20 | "(iii) that a multichannel video pro-      |
| 21 | gramming distributor may satisfy its obli- |
| 22 | gations under paragraph (1)(A)(i) by des-  |
| 23 | ignating a qualified MVPD buying group     |
| 24 | to negotiate on its behalf, so long as the |

| 1  | qualified MVPD buying group itself nego-              |
|----|---|
| 2  | tiates in good faith; and                             |
| 3  | "(iv) that a qualified MVPD buying                    |
| 4  | group may satisfy any obligations under               |
| 5  | paragraph (1)(A)(i) to designate a rep-               |
| 6  | resentative with authority to make binding            |
| 7  | representations by designating such a rep-            |
| 8  | resentative that can make binding rep-                |
| 9  | resentations on the qualified MVPD buy-               |
| 10 | ing group's behalf.                                   |
| 11 | "(2) Interim carriage.—Not later than 90              |
| 12 | days after the date of the enactment of the Modern    |
| 13 | Television Act of 2019, the Commission shall, by      |
| 14 | regulation, require a multichannel video program-     |
| 15 | ming distributor to retransmit a signal of a tele-    |
| 16 | vision broadcast station and the television broadcast |
| 17 | station to permit the retransmission of that signal—  |
| 18 | "(A) for a period not longer than 60 days             |
| 19 | beginning on the date on which a marketplace          |
| 20 | agreement entered into by the television broad-       |
| 21 | cast station and the multichannel video pro-          |
| 22 | gramming distributor (or by any large station         |
| 23 | group or qualified MVPD buying group negoti-          |
| 24 | ating for a marketplace agreement on behalf of        |

a television broadcast station or multichannel

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| 1  | video programming distributor, respectively) ex-       |
|----|--|
| 2  | pires; and   |
| 3  | "(B) under the terms and conditions of                 |
| 4  | such expired agreement.                                |
| 5  | "(3) Retroactivity of Marketplace agree-               |
| 6  | MENT.—Not later than 90 days after the date of the     |
| 7  | enactment of the Modern Television Act of 2019, the    |
| 8  | Commission shall require, by regulation, each mar-     |
| 9  | ketplace agreement entered into on or after such       |
| 10 | date of enactment by a television broadcast station    |
| 11 | and a multichannel video programming distributor       |
| 12 | (or by any large station group or qualified MVPD       |
| 13 | buying group negotiating for a marketplace agree-      |
| 14 | ment on behalf of a television broadcast station or    |
| 15 | multichannel video programming distributor, respec-    |
| 16 | tively) to include a clause making the terms of the    |
| 17 | agreement retroactive to the expiration date of the    |
| 18 | most recent marketplace agreement entered into by      |
| 19 | or on behalf of the station and the distributor if the |
| 20 | station and the distributor—                           |
| 21 | "(A) had previously entered into a market-             |
| 22 | place agreement; and                                   |
| 23 | "(B) are required to retransmit a signal or            |
| 24 | permit the retransmission of a signal, as the          |
| 25 | case may be, under paragraph (2) or subsection         |

| 1  | (g), as added by the Modern Television Act of         |
|----|---|
| 2  | 2019.   |
| 3  | "(4) Prohibition on requiring certain                 |
| 4  | PAYMENTS.—Not later than 90 days after the date       |
| 5  | of the enactment of the Modern Television Act of      |
| 6  | 2019, the Commission shall, by regulation, prohibit   |
| 7  | a television broadcast station from requiring pay-    |
| 8  | ment, either directly or indirectly, from a multi-    |
| 9  | channel video programming distributor for cus-        |
| 10 | tomers of the multichannel video programming dis-     |
| 11 | tributor who do not receive the signals of the tele-  |
| 12 | vision broadcast station from that distributor.       |
| 13 | "(5) Limitation.—The requirements under               |
| 14 | this subsection do not apply with respect to manda-   |
| 15 | tory carriage of the signal of a television broadcast |
| 16 | station that elects mandatory carriage under section  |
| 17 | 338, 614, or 615.                                     |
| 18 | "(6) Definitions.—In this subsection:                 |
| 19 | "(A) LARGE STATION GROUP.—The term                    |
| 20 | 'large station group' means a group—                  |
| 21 | "(i) of commonly owned or controlled                  |
| 22 | television broadcast stations that generally          |
| 23 | negotiate marketplace agreements as a sin-            |
| 24 | gle entity; and                                       |

| 1  | "(ii) which includes, with respect to at     |
|----|--|
| 2  | least five different local markets, at least |
| 3  | one television broadcast station ranked      |
| 4  | among the top four stations, based on au-    |
| 5  | dience share, as measured by Nielsen         |
| 6  | Media Research or by any comparable pro-     |
| 7  | fessional, accepted audience ratings serv-   |
| 8  | ice.   |
| 9  | "(B) LOCAL MARKET.—The term 'local           |
| 10 | market' has the meaning given that term in   |
| 11 | section 122 of title 17, United States Code. |
| 12 | "(C) MARKETPLACE AGREEMENT.—The              |
| 13 | term 'marketplace agreement' means an agree- |
| 14 | ment, or agreements, for—                    |
| 15 | "(i) the exclusive right under section       |
| 16 | 106 of title 17, United States Code, to      |
| 17 | transmit a performance or display of a       |
| 18 | work embodied in primary transmission (as    |
| 19 | defined in section 111(f) of such title) of  |
| 20 | a television broadcast station and the roy-  |
| 21 | alty fee payable; or                         |
| 22 | "(ii) retransmission consent under           |
| 23 | subsection (b), as in effect before the re-  |
| 24 | peal made by the Modern Television Act of    |
| 25 | 2019.  |

| 1  | "(D) Multichannel video program-                 |
|----|--|
| 2  | MING DISTRIBUTOR.—The term 'multichannel         |
| 3  | video programming distributor' has the mean-     |
| 4  | ing given the term in section 602.               |
| 5  | "(E) QUALIFIED MVPD BUYING GROUP.—               |
| 6  | The term 'qualified MVPD buying group'           |
| 7  | means an entity, with respect to a large station |
| 8  | group, that—                                     |
| 9  | "(i) has been designated to negotiate            |
| 10 | on behalf of two or more multichannel            |
| 11 | video programming distributors—                  |
| 12 | "(I) none of which is a multi-                   |
| 13 | channel video programming dis-                   |
| 14 | tributor that serves more than                   |
| 15 | 5,000,000 subscribers nationally; and            |
| 16 | "(II) that do not collectively                   |
| 17 | serve more than 35 percent of all                |
| 18 | households served by a multichannel              |
| 19 | video programming distributor in any             |
| 20 | single local market in which the appli-          |
| 21 | cable large station group operates;              |
| 22 | "(ii) agrees to assume liability under           |
| 23 | a marketplace agreement only with respect        |
| 24 | to forwarding to the appropriate television      |
| 25 | broadcast station or large station group for     |

| 1  | payment all fees received from the multi-                 |
|----|---|
| 2  | channel video programming distributors on                 |
| 3  | behalf of which the entity negotiates;                    |
| 4  | "(iii) uniformly bills each multi-                        |
| 5  | channel video programming distributor on                  |
| 6  | behalf of which the entity negotiates;                    |
| 7  | "(iv) agrees to standardized contract                     |
| 8  | provisions for each multichannel video pro-               |
| 9  | gramming distributor on behalf of which                   |
| 10 | the entity negotiates; and                                |
| 11 | "(v) agrees either collectively or indi-                  |
| 12 | vidually on reasonable technical quality                  |
| 13 | standards for each multichannel video pro-                |
| 14 | gramming distributor on behalf of which                   |
| 15 | the entity negotiates.                                    |
| 16 | "(F) Television broadcast station.—                       |
| 17 | The term 'television broadcast station' means             |
| 18 | an over-the-air commercial or noncommercial               |
| 19 | television broadcast station licensed by the              |
| 20 | Commission under subpart E of part 73 of title            |
| 21 | 47, Code of Federal Regulations, except that              |
| 22 | such term does not include a low-power or                 |
| 23 | translator television station.".                          |
| 24 | (b) Effective Date.—This section, and the amend-          |
| 25 | ments made by this section, shall take effect on the date |

| 1  | that is 90 days after the date of the enactment of this  |
|----|--|
| 2  | Act.   |
| 3  | SEC. 3. REPEAL OF REGULATORY INTERVENTION IN THE         |
| 4  | TELEVISION MARKETPLACE UNDER THE                         |
| 5  | COMMUNICATIONS ACT OF 1934.                              |
| 6  | (a) Repeal.—The following sections of the Commu-         |
| 7  | nications Act of 1934 (47 U.S.C. 151 et seq.) are hereby |
| 8  | repealed:  |
| 9  | (1) Section 325(b) (47 U.S.C. 325(b)).                   |
| 10 | (2) Section 325(e) (47 U.S.C. 325(e)).                   |
| 11 | (3) Section 339 (47 U.S.C. 339).                         |
| 12 | (4) Section 340 (47 U.S.C. 340).                         |
| 13 | (5) Section 341 (47 U.S.C. 341).                         |
| 14 | (6) Section 342 (47 U.S.C. 342).                         |
| 15 | (7) Section 612 (47 U.S.C. 532).                         |
| 16 | (8) Section 712 (47 U.S.C. 612).                         |
| 17 | (b) Additional Amendments.—                              |
| 18 | (1) Section 338.—Section 338 of the Commu-               |
| 19 | nications Act of 1934 (47 U.S.C. 338) is amended—        |
| 20 | (A) in subsection (a)—                                   |
| 21 | (i) in paragraph (1)—                                    |
| 22 | (I) by inserting "or under a mar-                        |
| 23 | ketplace agreement (as that term is                      |
| 24 | defined in section 325)," after                          |
| 25 | "Code,"; and   |

| 1  | (II) by striking ", subject to sec-                       |
|----|---|
| 2  | tion 325(b)";   |
| 3  | (ii) in paragraph (2), by striking                        |
| 4  | "501(f)" each place it appears and insert-                |
| 5  | ing "501(e)";   |
| 6  | (iii) in paragraph (3)—                                   |
| 7  | (I) by striking "whose signals"                           |
| 8  | and all that follows through "of title                    |
| 9  | 17, United States Code,"; and                             |
| 10 | (II) by inserting "or a market-                           |
| 11 | place agreement" after "such title";                      |
| 12 | (iv) by amending paragraph (4) to                         |
| 13 | read as follows:  |
| 14 | "(4) Nondiscrimination in carriage of                     |
| 15 | HIGH-DEFINITION SIGNALS OF NONCOMMERCIAL                  |
| 16 | EDUCATIONAL TELEVISION STATIONS.—If, on or                |
| 17 | after the date of enactment of the Satellite Tele-        |
| 18 | vision Extension and Localism Act of 2010, an eligi-      |
| 19 | ble satellite carrier initiates the provision of any sec- |
| 20 | ondary transmission in high-definition format to          |
| 21 | subscribers located within the local market of a tele-    |
| 22 | vision broadcast station of a primary transmission        |
| 23 | made by that station, then such satellite carrier shall   |
| 24 | carry the signals in high-definition format of all        |

| 1  | qualified noncommercial educational television sta- |
|----|---|
| 2  | tions located within that local market."; and       |
| 3  | (v) by striking paragraph (5);                      |
| 4  | (B) in subsection (d), by inserting "seeking        |
| 5  | carriage under subsection (a)(1)" after "signal     |
| 6  | of a local television broadcast station";           |
| 7  | (C) by striking subsection (h);                     |
| 8  | (D) by redesignating subsections (i), (j),          |
| 9  | (k), and (l) as subsections (h), (i), (j), and (k), |
| 10 | respectively;                                       |
| 11 | (E) in subsection (j), as so redesignated—          |
| 12 | (i) by striking paragraph (1);                      |
| 13 | (ii) by redesignating paragraphs (2),               |
| 14 | (3), (4), (5), (6), (7), (8), (9), and $(10)$ as    |
| 15 | paragraphs (1), (2), (3), (4), (5), (6), (7),       |
| 16 | (8), and (9), respectively;                         |
| 17 | (iii) in paragraph (3), as so redesig-              |
| 18 | nated, by striking "122(j)" and inserting           |
| 19 | "122(g)";   |
| 20 | (iv) in paragraph (6), as so redesig-               |
| 21 | nated, by striking "119(d)" and inserting           |
| 22 | "111(f)";   |
| 23 | (v) in paragraph (7), as so redesig-                |
| 24 | nated, by striking "119(d)" and inserting           |
| 25 | "111(f)";   |

| 1  | (vi) in paragraph (8), as so redesig-                 |
|----|---|
| 2  | nated, by striking "122(j)" and inserting             |
| 3  | "122(g)"; and   |
| 4  | (vii) in paragraph (9), as so redesig-                |
| 5  | nated, by striking "325(b)(7)" and insert-            |
| 6  | ing "325"; and  |
| 7  | (F) in subsection (k), as so redesignated,            |
| 8  | by striking paragraph (5).                            |
| 9  | (2) Section 623.—Section 623 of the Commu-            |
| 10 | nications Act of 1934 (47 U.S.C. 543) is amended—     |
| 11 | (A) by striking subsections (a), (b), (c),            |
| 12 | (d), (g), (h), (i), (j), (k), (l), (m), (n), and (o); |
| 13 | (B) by redesignating subsections (e) and              |
| 14 | (f) as subsections (a) and (b), respectively; and     |
| 15 | (C) by adding at the end the following:               |
| 16 | "(c) Regulation of Rates and Broadcast Sig-           |
| 17 | NAL CARRIAGE.—No Federal agency, State, or fran-      |
| 18 | chising authority may regulate—                       |
| 19 | "(1) the rates for the provision of the service of    |
| 20 | a multichannel video programming distributor; or      |
| 21 | "(2) the retransmission of television broadcast       |
| 22 | signals by a multichannel video programming dis-      |
| 23 | tributor except in accordance with the requirements   |
| 24 | of sections 325, 338, 614, and 615.".                 |
| 25 | (c) Conforming Amendments.—                           |

| 1  | (1) Section 343.—Section 343 of the Commu-        |
|----|---|
| 2  | nications Act of 1934 (47 U.S.C. 343) is redesig- |
| 3  | nated as section 339 of such Act.                 |
| 4  | (2) Section 615.—Section 615 of the Commu-        |
| 5  | nications Act of 1934 (47 U.S.C. 535) is amended— |
| 6  | (A) by striking subsection (f); and               |
| 7  | (B) in subsection (l), by striking para-          |
| 8  | graph (1) and inserting the following:            |
| 9  | "(1) Qualified noncommercial edu-                 |
| 10 | CATIONAL TELEVISION STATION.—                     |
| 11 | "(A) In General.—The term 'qualified              |
| 12 | noncommercial educational television station'     |
| 13 | means any full-power television broadcast sta-    |
| 14 | tion which—                                       |
| 15 | "(i) under the rules and regulations of           |
| 16 | the Commission in effect on March 29,             |
| 17 | 1990, is licensed by the Commission as a          |
| 18 | noncommercial educational television              |
| 19 | broadcast station and is owned and oper-          |
| 20 | ated by a public agency, nonprofit founda-        |
| 21 | tion, nonprofit corporation, or nonprofit         |
| 22 | association; or                                   |
| 23 | "(ii) is owned and operated by a mu-              |
| 24 | nicipality and transmits predominantly            |

| 1  | noncommercial programs for educational             |
|----|--|
| 2  | purposes.  |
| 3  | "(B) Inclusions.—Such term includes—               |
| 4  | "(i) the translator of any noncommer-              |
| 5  | cial educational television station with five      |
| 6  | watts or higher power serving the franchise        |
| 7  | area;  |
| 8  | "(ii) a full-service station or trans-             |
| 9  | lator if such station or translator is li-         |
| 10 | censed to a channel reserved for non-              |
| 11 | commercial educational use pursuant to             |
| 12 | section 73.606 of title 47, Code of Federal        |
| 13 | Regulations, or any successor regulations          |
| 14 | thereto; and                                       |
| 15 | "(iii) such stations and translators op-           |
| 16 | erating on channels not so reserved as the         |
| 17 | Commission determines are qualified as             |
| 18 | noncommercial educational stations.".              |
| 19 | (3) Section 621.—Section 621(b)(3)(D) of the       |
| 20 | Communications Act of 1934 (47 U.S.C.              |
| 21 | 541(b)(3)(D)) is amended by striking "sections 611 |
| 22 | and 612" and inserting "section 611".              |
| 23 | (4) Section 622.—Section 622(c) of the Com-        |
| 24 | munications Act of 1934 (47 U.S.C. 542(e)) is      |
| 25 | amended by striking "pursuant to section 623".     |

| 1  | (5) Section 625.—Section 625 of the Commu-          |
|----|---|
| 2  | nications Act of 1934 (47 U.S.C. 545) is amended—   |
| 3  | (A) in subsection (c)—                              |
| 4  | (i) by striking "rearrange, replace,"               |
| 5  | and inserting "replace";                            |
| 6  | (ii) in paragraph (1), by striking ";               |
| 7  | or" and inserting a period;                         |
| 8  | (iii) by striking paragraph (2); and                |
| 9  | (iv) by striking "franchise if—" and                |
| 10 | all that follows through "such service is no        |
| 11 | longer" and inserting "franchise if such            |
| 12 | service is no longer"; and                          |
| 13 | (B) in subsection (d), by striking ", if the        |
| 14 | rates" and all that follows and inserting a pe-     |
| 15 | riod.   |
| 16 | (6) Section 632.—Section 632(c) of the Com-         |
| 17 | munications Act of 1934 (47 U.S.C. 552(c)) is       |
| 18 | amended by striking "section 623(b)(6) or".         |
| 19 | (7) Section 638.—Section 638 of the Commu-          |
| 20 | nications Act of 1934 (47 U.S.C. 558) is amended    |
| 21 | by striking "governmental use or on any other chan- |
| 22 | nel obtained under section 612 or under similar ar- |
| 23 | rangements" and inserting "or governmental use".    |
| 24 | (8) Section 653.—Section 653 of the Commu-          |
| 25 | nications Act of 1934 (47 U.S.C. 573) is amended—   |

| 1  | (A) in subsection $(b)(1)$ —                            |
|----|---|
| 2  | (i) in subparagraph (C), by adding                      |
| 3  | "and" at the end; and                                   |
| 4  | (ii) by striking subparagraph (D) and                   |
| 5  | redesignating subparagraph (E) as sub-                  |
| 6  | paragraph (D); and                                      |
| 7  | (B) in subsection (c)(1)—                               |
| 8  | (i) in subparagraph (A)—                                |
| 9  | (I) by striking "(other than sub-                       |
| 10 | section (a) thereof)"; and                              |
| 11 | (II) by striking "623(f)" and in-                       |
| 12 | serting "623(b)";                                       |
| 13 | (ii) in subparagraph (B), by striking                   |
| 14 | ", and section 325 of title III,"; and                  |
| 15 | (iii) in subparagraph (C)—                              |
| 16 | (I) by striking "sections 612 and                       |
| 17 | 617" and inserting "section 617";                       |
| 18 | and   |
| 19 | (II) by striking "623(f)" and in-                       |
| 20 | serting "623(b)".                                       |
| 21 | SEC. 4. BINDING ARBITRATION.                            |
| 22 | Section 325 of the Communications Act of 1934, as       |
| 23 | amended by sections 2 and 3, is further amended by add- |
| 24 | ing at the end the following:                           |
| 25 | "(g) Binding Arbitration.—                              |

| 1  | "(1) Requirement.—Beginning on the date                |
|----|--|
| 2  | that is 90 days after the date on which this sub-      |
| 3  | section takes effect, the Commission shall, by regula- |
| 4  | tion—  |
| 5  | "(A) provide that the Commission may re-               |
| 6  | quire a television broadcast station and multi-        |
| 7  | channel video programming distributor negoti-          |
| 8  | ating a marketplace agreement (and any large           |
| 9  | station group or qualified MVPD buying group           |
| 10 | negotiating for a marketplace agreement on be-         |
| 11 | half of a television broadcast station or multi-       |
| 12 | channel video programming distributor, respec-         |
| 13 | tively) to submit to binding arbitration—              |
| 14 | "(i) upon—   |
| 15 | "(I) a declaration of an impasse                       |
| 16 | in negotiations by all parties negoti-                 |
| 17 | ating the agreement;                                   |
| 18 | "(II) a preliminary finding by the                     |
| 19 | Commission of a violation of the good                  |
| 20 | faith requirement under subsection                     |
| 21 | (f)(1)(A)(i); or                                       |
| 22 | "(III) the failure of the television                   |
| 23 | broadcast station and multichannel                     |
| 24 | programming distributor (or any large                  |
| 25 | station group or qualified MVPD buy-                   |

1 ing group negotiating for a market-2 place agreement on behalf of a tele-3 vision broadcast station or multi-4 channel video programming distributor, respectively) to reach a mar-6 ketplace agreement by the date that is 7 60 days after the date on which a 8 marketplace agreement entered into 9 by the television broadcast station and 10 the multichannel video programming distributor (or by any large station 11 12 group or qualified MVPD buying 13 group negotiating for a marketplace 14 agreement on behalf of a television 15 broadcast station or multichannel 16 video programming distributor, re-17 spectively) expires; and 18 "(ii) in a form substantially similar to 19 that imposed in Section VII of Appendix A 20 of the Memorandum Opinion and Order in 21 the matter of Applications of Comcast Cor-22 poration, General Electric Company, and 23 NBC Universal, Inc. For Consent to As-24 sign Licenses and Transfer Control of Li-

censees that was adopted by the Commis-

25

| 1  | sion on January 18, 2011 (FCC 11-4);                  |
|----|---|
| 2  | and   |
| 3  | "(B) provide that the Commission may re-              |
| 4  | quire a multichannel video programming dis-           |
| 5  | tributor to retransmit a signal of a television       |
| 6  | broadcast station and the television broadcast        |
| 7  | station to permit the retransmission of that sig-     |
| 8  | nal—  |
| 9  | "(i) during any period in which the                   |
| 10 | television broadcast station and the multi-           |
| 11 | channel video programming distributor (or             |
| 12 | any large station group or qualified MVPD             |
| 13 | buying group negotiating for a marketplace            |
| 14 | agreement on behalf of a television broad-            |
| 15 | cast station or multichannel video pro-               |
| 16 | gramming distributor, respectively) are re-           |
| 17 | quired to submit to binding arbitration               |
| 18 | under subparagraph (A); and                           |
| 19 | "(ii) in accordance with the interim                  |
| 20 | carriage provisions imposed in Section VII            |
| 21 | of Appendix A of the Memorandum Opin-                 |
| 22 | ion and Order described under subpara-                |
| 23 | graph (A)(ii).  |
| 24 | "(2) Definitions.—In this subsection, the             |
| 25 | terms 'large station group', 'marketplace agreement', |

| 1  | 'multichannel video programming distributor', 'quali- |
|----|---|
| 2  | fied MVPD buying group', and 'television broadcast    |
| 3  | station' have the meaning given those terms in sub-   |
| 4  | section (f).".  |
| 5  | SEC. 5. REPEAL OF REGULATORY INTERVENTION IN THE      |
| 6  | COPYRIGHT ACT.  |
| 7  | (a) In General.—                                      |
| 8  | (1) Repeal.—Section 119 of title 17, United           |
| 9  | States Code, is hereby repealed.                      |
| 10 | (2) Conforming amendment.—The table of                |
| 11 | sections at the beginning of chapter 1 of title 17,   |
| 12 | United States Code, is amended by striking the item   |
| 13 | related to section 119.                               |
| 14 | (b) Section 111.—Section 111 of title 17, United      |
| 15 | States Code, is amended—                              |
| 16 | (1) in subsection (a)(4), by striking "section        |
| 17 | 119 or";  |
| 18 | (2) in subsection (c)—                                |
| 19 | (A) by striking "broadcast station licensed           |
| 20 | by the Federal Communications Commission or           |
| 21 | by an appropriate governmental authority of           |
| 22 | Canada or Mexico" and inserting "qualified            |
| 23 | broadcast station" each place it appears: and         |

| 1  | (B) in paragraph (1), by striking "where                 |
|----|--|
| 2  | the carriage" and all that follows before the pe-        |
| 3  | riod at the end;   |
| 4  | (3) in subsection (d)(1)(A), by striking the sec-        |
| 5  | ond sentence; and  |
| 6  | (4) in subsection (f)—                                   |
| 7  | (A) in paragraph (4), by striking                        |
| 8  | " $122(j)(2)(C)$ " and inserting " $122(g)(2)(C)$ ";     |
| 9  | and  |
| 10 | (B) by adding at the end, the following:                 |
| 11 | "(14) Qualified broadcast station.—The                   |
| 12 | term 'qualified broadcast station' means a broadcast     |
| 13 | station licensed by the Federal Communications           |
| 14 | Commission, or by an appropriate governmental au-        |
| 15 | thority of Canada or Mexico, that elects mandatory       |
| 16 | carriage under section 614 or 615 of the Commu-          |
| 17 | nications Act of 1934.                                   |
| 18 | "(15) Satellite Carrier.—The term 'sat-                  |
| 19 | ellite carrier' means an entity that uses the facilities |
| 20 | of a satellite or satellite service licensed by the Fed- |
| 21 | eral Communications Commission and operates in           |
| 22 | the Fixed-Satellite Service or the Direct Broadcast      |
| 23 | Satellite Service under part 25 of title 47, Code of     |
| 24 | Federal Regulations, to establish and operate a          |
| 25 | channel of communications for point-to-multipoint        |

| 1  | distribution of television station signals, and that   |
|----|--|
| 2  | owns or leases a capacity or service on a satellite in |
| 3  | order to provide such point-to-multipoint distribu-    |
| 4  | tion, except to the extent that such entity provides   |
| 5  | such distribution pursuant to tariff under the Com-    |
| 6  | munications Act of 1934 (47 U.S.C. 151 et seq.),       |
| 7  | other than for private home viewing.".                 |
| 8  | (c) Section 122.—Section 122 of title 17, United       |
| 9  | States Code, is amended—                               |
| 10 | (1) by striking "television broadcast stations"        |
| 11 | each place it appears and inserting "qualified tele-   |
| 12 | vision broadcast stations";                            |
| 13 | (2) by striking "television broadcast station"         |
| 14 | each place it appears and inserting "qualified tele-   |
| 15 | vision broadcast station";                             |
| 16 | (3) in subsection (a)—                                 |
| 17 | (A) in paragraph (1)—                                  |
| 18 | (i) in subparagraph (A), by striking                   |
| 19 | the semicolon at the end and inserting ";              |
| 20 | and";  |
| 21 | (ii) by striking subparagraph (B); and                 |
| 22 | (iii) by redesignating subparagraph                    |
| 23 | (C) as subparagraph (B);                               |
| 24 | (B) by striking paragraphs (2), (3), and               |
| 25 | (5);   |

| 1  | (C) by redesignating paragraph (4) as                     |
|----|---|
| 2  | paragraph (2); and  |
| 3  | (D) in paragraph (2), as so redesignated,                 |
| 4  | by striking "Special exceptions.—A sec-                   |
| 5  | ondary transmission of a performance or dis-              |
| 6  | play" and all that follows through "In the case           |
| 7  | of a system" and inserting "Special excep-                |
| 8  | TION.—In the case of a system";                           |
| 9  | (4) by striking subsections (b), (f), and (g);            |
| 10 | (5) by redesignating subsections (c), (d), (e),           |
| 11 | (h), (i), and (j) as subsections (b), (c), (d), (e), (f), |
| 12 | and (g), respectively;                                    |
| 13 | (6) in subsection (c), as so redesignated—                |
| 14 | (A) by striking "television broadcast sta-                |
| 15 | tion" each place it appears and inserting                 |
| 16 | "qualified television broadcast station";                 |
| 17 | (B) by striking "television broadcast sig-                |
| 18 | nals" and inserting "signal of a qualified tele-          |
| 19 | vision broadcast stations"; and                           |
| 20 | (C) by striking ", if the satellite carrier"              |
| 21 | and all that follows before the period at the             |
| 22 | end;  |
| 23 | (7) in subsection (d), as so redesignated, by             |
| 24 | striking "television broadcast station" each place it     |

| 1  | appears and inserting "qualified television broadcast |
|----|---|
| 2  | station";   |
| 3  | (8) in subsection (f), as so redesignated, by         |
| 4  | striking "and section 119"; and                       |
| 5  | (9) in subsection (g), as so redesignated—            |
| 6  | (A) in paragraph (2)(E), by striking                  |
| 7  | "338(l)" and inserting "338(k)";                      |
| 8  | (B) by amending paragraph (4) to read as              |
| 9  | follows:  |
| 10 | "(4) Network Station.—The term 'network               |
| 11 | station' means—                                       |
| 12 | "(A) a television station licensed by the             |
| 13 | Federal Communications Commission, including          |
| 14 | any translator station or terrestrial satellite sta-  |
| 15 | tion that rebroadcasts all or substantially all of    |
| 16 | the programming broadcast by a network sta-           |
| 17 | tion, that is owned or operated by, or affiliated     |
| 18 | with, one or more of the television networks in       |
| 19 | the United States that offer an interconnected        |
| 20 | program service on a regular basis for 15 or          |
| 21 | more hours per week to at least 25 of its affili-     |
| 22 | ated television licensees in 10 or more States;       |
| 23 | or  |

| 1  | "(B) a noncommercial educational broad-             |
|----|---|
| 2  | cast station (as defined in section 397 of the      |
| 3  | Communications Act of 1934);                        |
| 4  | except that the term does not include the signal of |
| 5  | the Alaska Rural Communications Service, or any     |
| 6  | successor entity to that service.";                 |
| 7  | (C) by redesignating paragraphs (5), (6),           |
| 8  | and (7) as paragraphs (6), (7), and (8), respec-    |
| 9  | tively;   |
| 10 | (D) by inserting after paragraph (4), the           |
| 11 | following:  |
| 12 | "(5) Non-network station.—The term 'non-            |
| 13 | network station' means a television station, other  |
| 14 | than a network station, licensed by the Federal     |
| 15 | Communications Commission, that is secondarily      |
| 16 | transmitted by a satellite carrier."; and           |
| 17 | (E) in paragraph (8), as so redesignated—           |
| 18 | (i) in the heading, by striking "Tele-              |
| 19 | VISION BROADCAST STATION" and insert-               |
| 20 | ing "Qualified television broadcast                 |
| 21 | STATION'';  |
| 22 | (ii) in subparagraph (A), by inserting              |
| 23 | ", that elects mandatory carriage pursuant          |
| 24 | to section 338 of the Communications Act            |
| 25 | of 1934" after "Regulations"; and                   |

| 1  | (iii) in subparagraph (B)—                                |
|----|---|
| 2  | (I) by inserting "that elects man-                        |
| 3  | datory carriage pursuant to section                       |
| 4  | 338 of the Communications Act of                          |
| 5  | 1934," after "Mexico"; and                                |
| 6  | (II) by striking "as defined in                           |
| 7  | section $119(d)(2)(A)$ ".                                 |
| 8  | (d) Conforming Amendments.—Title 17, United               |
| 9  | States Code, is amended—                                  |
| 10 | (1) in section 501—                                       |
| 11 | (A) by striking "local service area" each                 |
| 12 | place it appears and inserting "designated mar-           |
| 13 | ket area";  |
| 14 | (B) by striking subsection (e);                           |
| 15 | (C) by redesignating subsection (f) as sub-               |
| 16 | section (e); and  |
| 17 | (D) by adding at the end the following:                   |
| 18 | "(f) In this section, the term 'designated market         |
| 19 | area' means a designated market area, as determined by    |
| 20 | Nielsen Media Research and published in the 1999–2000     |
| 21 | Nielsen Station Index Directory and Nielsen Station Index |
| 22 | United States Television Household Estimates or any suc-  |
| 23 | cessor publication.";                                     |
| 24 | (2) in section 708(a)(10), by striking "119 or";          |
| 25 | (3) in section 801—                                       |

| 1  | (A) in subsection $(b)(1)$ , by striking          |
|----|---|
| 2  | "119,"; and                                       |
| 3  | (B) by striking ", 119," each place it ap-        |
| 4  | pears;  |
| 5  | (4) in section 803—                               |
| 6  | (A) in subsection $(b)(1)(A)(i)$ , in the mat-    |
| 7  | ter preceding subclause (I), by striking ", 119"; |
| 8  | (B) in subsection (d)(2)(C)(i), by striking       |
| 9  | ", 119"; and                                      |
| 10 | (C) in subsection (e)(2), by striking "118,       |
| 11 | or 119" and inserting "or 118"; and               |
| 12 | (5) in section 804—                               |
| 13 | (A) in subsection (a), by striking ", 119";       |
| 14 | and   |
| 15 | (B) in subsection (b)(8), by striking ",          |
| 16 | 119,".  |
| 17 | SEC. 6. REPEAL OF COMMISSION'S RULES RELATED TO   |
| 18 | REGULATORY INTERVENTION.                          |
| 19 | The Federal Communications Commission shall take  |
| 20 | all actions necessary to—                         |
| 21 | (1) repeal section 73.658 of the Commission's     |
| 22 | rules (47 CFR 73.658);                            |
| 23 | (2) repeal subpart F of part 76 of the Commis-    |
| 24 | sion's rules; and                                 |

| 1  | (3) modify subpart S of part 76 of the Commis-        |
|----|---|
| 2  | sion's rules by eliminating any requirements relating |
| 3  | to network nonduplication and syndicated exclusivity  |
| 4  | for open video systems.                               |
| 5  | SEC. 7. REPORT.                                       |
| 6  | Section 13 of the Communications Act of 1934 (47      |
| 7  | U.S.C. 163) is amended—                               |
| 8  | (1) in subsection (b)—                                |
| 9  | (A) in paragraph (4), by striking "; and"             |
| 10 | and inserting a semicolon;                            |
| 11 | (B) in paragraph (5), by striking the pe-             |
| 12 | riod at the end and inserting "; and"; and            |
| 13 | (C) by adding at the end the following:               |
| 14 | "(6) if the Commission determines under sub-          |
| 15 | section (e)(2) that the totality of the measurements  |
| 16 | have presented a net negative impact in the two       |
| 17 | years preceding the report, include specific policies |
| 18 | to improve market functioning."; and                  |
| 19 | (2) by adding at the end the following:               |
| 20 | "(e) Comptroller General Study.—                      |
| 21 | "(1) Study.—Not later than 4 years after the          |
| 22 | date of the enactment of the Modern Television Act    |
| 23 | of 2019, and every two years thereafter, the Comp-    |
| 24 | troller General of the United States, in consultation |
| 25 | with the Commission, shall study the effect of the    |

| 1  | regime established under such Act, and the amend- |
|----|---|
| 2  | ments made by such Act, by measuring—             |
| 3  | "(A) the price consumers pay for video            |
| 4  | programming, adjusted to reflect national mon-    |
| 5  | etary inflation or deflation;                     |
| 6  | "(B) the satisfaction of consumers with           |
| 7  | the quality of video programming and the serv-    |
| 8  | ices of multichannel video programming dis-       |
| 9  | tributors;  |
| 10 | "(C) the—   |
| 11 | "(i) number of interruptions to the               |
| 12 | distribution of programming to consumers          |
| 13 | because of impasses in negotiations be-           |
| 14 | tween multichannel video programming              |
| 15 | distributors and television broadcast sta-        |
| 16 | tions;  |
| 17 | "(ii) duration of each interruption;              |
| 18 | and   |
| 19 | "(iii) number of consumers impacted               |
| 20 | by each interruption; and                         |
| 21 | "(D) consumer access to local program-            |
| 22 | ming, including news, weather, sports, and pub-   |
| 23 | lic, educational, and governmental program-       |
| 24 | ming.   |

- 1 "(2) Determination by commission.—The 2 Commission shall determine under the study de-3 scribed in paragraph (1) if the totality of the meas-4 urements described in such paragraph present a net 5 positive, net negative, or indeterminate impact to 6 consumers and to the marketplace.
- 7 "(3) DEFINITIONS.—In this subsection, the 8 terms 'video programming' and 'multichannel video 9 programming distributor' have the meaning given 10 those terms in section 602.".

### 11 SEC. 8. SEVERABILITY.

- 12 If any provision of this Act or any amendment made
- 13 by this Act, or any application of such provision or amend-
- 14 ment to any person or circumstance, is held to be uncon-
- 15 stitutional, the remainder of the provisions of this Act and
- 16 the amendments made by this Act, and the application of
- 17 the provision or amendment to any other person or cir-
- 18 cumstance, shall not be affected.

#### 19 SEC. 9. EFFECTIVE DATE.

- Except as provided in section 2, this Act, and the
- 21 amendments made by this Act, shall take effect on the
- 22 date that is 42 months after the date of the enactment
- 23 of this Act.