111TH CONGRESS 1ST SESSION

H. R. 661

To provide additional coupons for the digital-to-analog converter box program and to expedite delivery of coupons under such program.

IN THE HOUSE OF REPRESENTATIVES

January 23, 2009

Mr. Barton of Texas (for himself, Mr. Stearns, Mr. Upton, Mr. Terry, Mr. Walden, Mr. Blunt, Mr. Radanovich, Mr. Gingrey of Georgia, Mr. Shimkus, Mr. Whitfield, and Mrs. Blackburn) introduced the following bill; which was referred to the Committee on Energy and Commerce

A BILL

To provide additional coupons for the digital-to-analog converter box program and to expedite delivery of coupons under such program.

- 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. FINDINGS.
- 4 The Congress finds the following:
- 5 (1) After significant work educating the people
- of the United States about the February 17, 2009,
- digital television transition, efforts to delay the tran-

1	sition will confuse people, leaving them less, rather
2	than more, prepared. Delay will—
3	(A) not move a single consumer off of the
4	waiting list for analog-to-digital converter box
5	coupons;
6	(B) require an additional appropriation of
7	\$650 million in the American Recovery and Re-
8	investment Act of 2009;
9	(C) jeopardize the availability of the spec-
10	trum that the transition clears for police, fire-
11	fighters, and emergency personnel (spectrum
12	that public safety officials stated 5 years to the
13	day before September 11, 2001, they needed),
14	and jeopardize that spectrum despite the sup-
15	port in the 2004 report of the 9/11 Commission
16	for legislation setting an even earlier firm date;
17	and
18	(D) jeopardize the availability of the spec-
19	trum that the transition clears for advanced
20	wireless services, perhaps our Nation's best and
21	quickest way to improve broadband deployment,
22	stimulating the economy and creating job
23	growth.
24	(2) The program sending households up to 2
25	coupons, each worth \$40, to use for the purchase of

send more coupons.

- analog-to-digital converter boxes is not out of funds. Only approximately half of the \$1.5 billion in the coupon program has been spent on redeemed coupons; the other half remains in circulation, which is why there is a waiting list. Under current law, the coupons expire 90 days after issuance if not redeemed. Approximately 300,000 coupons expire every week, and the recouped funding is used to
 - (3) In a January 14, 2009, letter, the Commerce Department said that the National Telecommunications and Information Administration could immediately resume sending coupons even before existing ones expire if Congress authorized another \$250 million for the program. The Treasury of the United States might even recoup those funds because of unredeemed coupons that expire at the end of the program.
 - (4) Industry has spent more than \$1 billion successfully educating consumers about the transition and the February 17, 2009, transition date. According to Nielsen, as of the end of November 2008, approximately 93 percent of television households already had one or more televisions ready for the transition because the televisions had a digital tuner,

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- were connected to cable or satellite service, or were connected to a converter box. Approximately 83 percent of television households had all their televisions ready.
- (5) Only households that rely exclusively on over-the-air antennas to receive television service and that do not have a digital television or a converter box are at risk of losing all television service. According to Nielsen, there are approximately 14.3 million exclusively over-the-air households. The National Telecommunications and Information Administration reports that it has already sent coupons to approximately 13.5 million households that identify themselves as relying exclusively on over-the-air antennas. Thus, only 800,000 exclusively over-the-air households have not yet received a coupon. Approximately 600,000 of those households are on the waiting list to receive a coupon. Authorizing an additional \$250 million for the coupon program should help those households receive coupons before the transition date.
 - (6) Based on these figures, only 200,000 households could lose all service if such households do not take action. Such households represent less than 2 percent of exclusively over-the-air households, and

1 less than two-tenths of one percent of all television 2 households. Such a small number of households with 3 the potential to lose service is not reason enough to delay the transition. Government and industry can 5 help households get coupons and converter boxes if 6 such households want them, but a small group will 7 always be unprepared no matter what the govern-8 ment and industry do. In addition, households can 9 always get a converter box without a coupon, either before or after the transition. The converter boxes 10 11 only cost \$40 to \$80. Such households have addi-12 tional options, as well, by which they can receive tel-13 evision service. 14 SEC. 2. ADDITIONAL COUPONS. 15 (a) AMENDMENT.—Section 3005 of the Digital Television Transition and Public Safety Act of 2005 (Public 16 Law 109–171; 120 Stat. 23) is amended— 18 (1)in subsection (b), by striking 19 "\$1,500,000,000" and inserting "\$1,750,000,000"; 20 and 21 (2) in subsection (c)(3)—

(A) in subparagraph (A)(i), by striking "by

substituting '\$160,000,000'" and inserting "by

substituting '\$170,000,000'"; and

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- 1 (B) by striking "by substituting
- 2 '\$1,500,000,000'" each place it appears in sub-
- paragraphs (A)(ii) and (B) and inserting "by
- 4 substituting '\$1,750,000,000'".
- 5 (b) Conforming Amendment.—Section
- 6 309(j)(8)(E)(iii) of the Communications Act of 1934 (47
- 7 U.S.C. 309(j)(8)(E)(iii)) is amended by striking
- 8 "\$7,363,000,000" and inserting "\$7,113,000,000".

9 SEC. 3. EXPEDITING DELIVERY.

- Not later than 7 days after the date of enactment
- 11 of this Act, the Assistant Secretary for Communications
- 12 and Information of the Department of Commerce shall ex-
- 13 pedite the distribution of coupons issued under section
- 14 3005 of the Digital Television Transition and Public Safe-
- 15 ty Act of 2005 by directing that such coupons shall be
- 16 delivered via pre-sorted first class mail service until Feb-
- 17 ruary 17, 2009. The Assistant Secretary shall continue to
- 18 direct that such coupons be delivered by such service sub-
- 19 sequent to such date if the Assistant Secretary determines
- 20 that doing so will significantly improve coupon redemption
- 21 rates without jeopardizing the availability of administra-
- 22 tive funds.

1 SEC. 4. EXTENSION OF AUCTION AUTHORITY.

- 2 Section 309(j)(11) of the Communications Act of
- 3 1934 (47 U.S.C. 309(j)(11)) is amended by striking

4 "2011" and inserting "2012".

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