

December 1, 2016

## **BY ELECTRONIC FILING**

Ms. Marlene H. Dortch Secretary Federal Communications Commission 445 12<sup>th</sup> St, S.W. Washington, D.C. 20554

## Re: <u>NOTICE OF EX PARTE</u> GN Docket No. 14-28: Promoting and Promoting the Open Internet

Dear Ms. Dortch:

On Tuesday, November 29, Elizabeth Barket, Law & Regulatory Counsel for Competitive Carriers Association ("CCA"), Stephen Coran, Counsel to the Wireless Internet Service Providers Association ("WISPA"), Ross Lieberman, Senior Vice President of Government Affairs at the American Cable Association ("ACA"), Mike Romano, Senior Vice President of Industry Affairs and Business Development at NTCA—The Rural Broadband Association ("NTCA"), and Rebecca Murphy Thompson, EVP & General Counsel for CCA (together, the "Associations") met with Amy Bender, Legal Advisor to Commissioner O'Rielly, and separately with Claude Aiken, Legal Advisor to Commissioner Clyburn. The Associations discussed the item on circulation regarding extending the exemption for small broadband internet access service ("BIAS") providers from the enhanced transparency requirements established by the *2015 Open Internet Order*.<sup>1</sup>

The Associations emphasized that, until the Federal Communications Commission ("FCC" or "Commission") or Congress comprehensively addresses the future of the small provider exemption to the enhanced transparency rules, it is of paramount importance that the Commission act in the near term to prevent small BIAS providers from having to comply with additional, unnecessary obligations merely because the current exemption expired. Accordingly, the Associations urged the Commission to grant small BIAS providers a waiver, as contemplated, before the exemption expires on December 15, 2016.<sup>2</sup> Regarding the scope of the

<sup>&</sup>lt;sup>1</sup> Protecting and Promoting the Open Internet, GN Docket No. 14-28, Report and Order on Remand, 30 FCC Rcd 5601 (2015) ("2015 Open Internet Order"), aff'd United States Telecom Association, et al. v. FCC, No. 15-1063 (D.C. Cir. June 14, 2016); see id. at ¶¶162-171 (the "enhanced transparency rules").

<sup>&</sup>lt;sup>2</sup> Protecting and Promoting the Open Internet, GN Docket No. 14-28, Report and Order, 30 FCC Rcd 14162, ¶ 1 (CGB 2015) ("Small Provider Exemption Report and Order").

further exemption, the Associations urged the Commission to consider Congressional support for the Small Business Broadband Deployment Act,<sup>3</sup> which provides an extended exemption from the enhanced transparency rules to small BIAS providers serving 250,000 subscribers or less.

The proposed waiver relieves small BIAS providers from the burdens of the enhanced transparency obligations until the Commission determines the proper requirements for those providers. As each of the Associations has stated in the record, implementing the enhanced transparency rules would be enormously burdensome and costly for small BIAS providers. The Associations highlighted that the enhanced transparency rules have not been approved by the Office of Management and Budget ("OMB") through the Paperwork Reduction Act ("PRA") review process,<sup>4</sup> and expressed concern that OMB approval in the absence of an exemption would create substantial confusion and uncertainty. The Associations noted that they had all separately objected to the compliance burden estimates put forth by the Commission throughout the PRA process, which represent a fraction of the true cost of compliance.<sup>5</sup>

The Associations reiterated their commitment to working with the Commission to secure continued relief for their respective small BIAS provider members.

<sup>&</sup>lt;sup>3</sup> The House of Representatives unanimously passed the Small Business Broadband Deployment Act (the "Act"), which incorporates a five-year sunset provision. *See* H.R. 4596, 114<sup>th</sup> Cong. (2016), *available at*: <u>https://www.congress.gov/bill/114th-congress/housebill/4596/text?q=%7B"search"%3A%5B"HR4596"%5D%7D&resultIndex=1</u>. The Senate version of the Act is similar with a 250,000-subscriber threshold with a three-year sunset. The Senate version has been reported out of the Senate Commerce Committee by a voice vote. *See* S.2283, 114<sup>th</sup> Cong., S.2283, Small Business Broadband Deployment Act, *available at*: https://www.congress.gov/bill/114th-congress/senate-bill/2283/text.

<sup>&</sup>lt;sup>4</sup> See Small Provider Exemption Report and Order at ¶ 1 (noting that extending the small provider exemption until December 15, 2016 was predicated on the need "to avoid acting prematurely in advance of [Paperwork Reduction Act] approval...").

<sup>&</sup>lt;sup>5</sup> The FCC estimates that the total annualized capital, operation and maintenance costs of the enhanced transparency rules for the estimated 3,188 respondents will be \$640,000, or \$200.75 per respondent per year. *See* Information Collection Being Submitted for Review and Approval to the Office of Management and Budget, 81 FR 53145, 53145-46 (Aug. 11, 2016). The FCC previously submitted an initial estimate in May 2015. *See* Information Collection Being Reviewed by the Federal Communications Commission, 80 FR 29000 (May 20, 2015).

This *ex parte* notification is being filed electronically pursuant to Section 1.1206 of the Commission's Rules.

Sincerely,

/s/ Elizabeth Barket

Elizabeth Barket Law & Regulatory Counsel COMPETITIVE CARRIERS ASSOCIATION

/s/ Stephen Coran

Stephen Coran Counsel WIRELESS INTERNET SERVICE PROVIDERS ASSOCIATION

/s/ Ross Lieberman

Ross Lieberman Senior Vice President of Government Affairs AMERICAN CABLE ASSOCIATION

/s/ Mike Romano

Mike Romano Senior Vice President of Industry Affairs and Business Development NTCA—THE RURAL BROADBAND ASSOCIATION

cc (via email): Amy Bender Claude Aiken