

TV Spectrum Repack Update

April 19, 2016 NAB Show 2016

GatesAir's



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TV Spectrum Repack Update



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Presentation Agenda

- Spectrum Auction & Repack Timeline
- Repack Rules & Regulations
- Television Spectrum Repack Impact, Process & Challenges
- Q&A



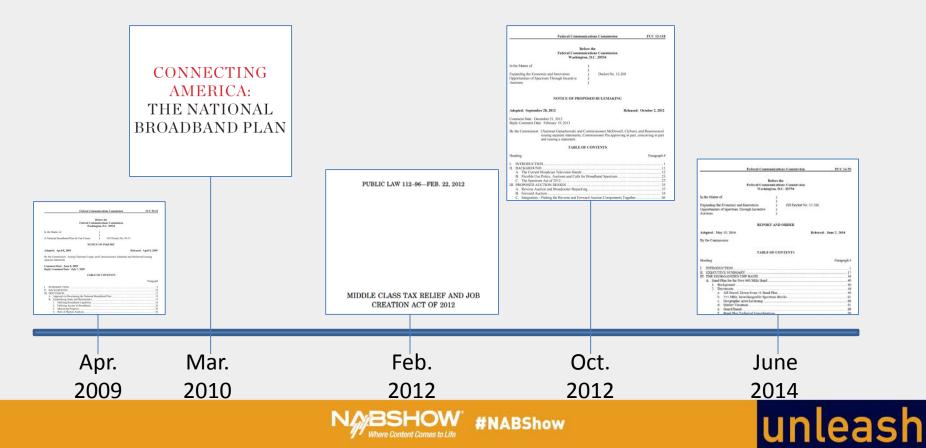
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Spectrum Auction & Repack Timeline





An Auction Six Years In the Making



Incentive Auction Timeline

Event	Current Estimate
Reverse Auction Initial Commitment Deadline	March 29, 2016
FCC Announces Initial Clearing Target	Late April 2016
FCC Sends Confidential Letters to Applicants	April/May 2016
FCC Holds Mock Auction(s)	May 2016
Reverse Auction Clock Rounds Begin	May 2016
Reverse Auction Clock Rounds End	June/July 2016
Forward Auction Begins	June/July 2016



Will the Auction Close in One Stage?

Final Stage Rule

• Part 1:

Clearing target <u><</u> 70 MHz	Avg. \$1.25 MHz-pop for category 1 blocks in 40 largest PEAs
Clearing target > 70 MHz	\$1.25 MHz-pop * 70 MHz * total category 1 pops in 40 largest PEAs

• Part 2: Forward auction revenues exceed costs (reverse auction + repacking + FCC costs)





Why Stages Are Important



If auction closes in one stage:

Event	Current Estimate
Incentive Auction Ends / FCC Releases Reassignment PN	September 2016

If not:

Event	Current Estimate
Stage 2 Begins	September 2016
Incentive Auction Ends / FCC Releases Reassignment PN	???





Repack Rules & Regulations





"There are known knowns; there are things we know we know. We also know there are known unknowns; that is to say we know there are some things we do not know. But there are also unknown unknowns – the ones we don't know we don't know."



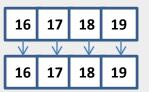
- Former Defense Secretary Donald Rumsfeld

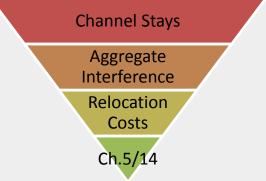




What's Next - Reassignment Public Notice

- Between Rounds = Feasibility
- After Auction = Optimization
 - Priority 1: Maximize Number of Channel Stays





- Priority 2: Minimize New Aggregate Interference Experienced By Any Station
- Priority 3: Avoid Reassignment of Stations with High Relocation Costs
- Priority 4: Prioritize Assignments to Channel 5 in Low VHF and Off Channel 14 in UHF
- Must achieve 95% optimization at each subsequent level
- <u>No</u> optimization for stations assigned to 600 MHz band





What's Next – Auction Winners

Event	
FCC Delivers Auction Proceeds	Rolling basis after forward auction licenses issued (~ 2-3 months after auction)
"Go Off-Air" Stations Must Cease Broadcasting	3 months after proceeds received*
Channel Sharing Stations Must File CPs	4 months after proceeds received*
Channel Sharing Stations Must Implement Sharing	6 months after proceeds received*



What's Next – Stations On the Move

Event	
File CP for Modified Facility	3 months after reassignment PN
 Post-Auction Filing Windows (channel changes or expanded facilities) Window 1: Stations unable to meet technical parameters in reassignment PN Window 2: All other stations assigned to new channels 	After staff processes initial applications
Construction Deadline	<i>Up to</i> 39 mos. after reassignment PN
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Reimbursement Procedure

Estimate of Reimbursement Costs

- Must be submitted via LMS within three months of Reassignment PN
- Specific cost items:
 - Transmitter
 - Antenna
 - Transmission Line
 - Tower Equipment and Rigging
 - Outside Professional Costs
 - Other Expenses
- For costs outside catalog, must submit supporting evidence and certify estimate made in good faith

Appendix A OMB C TV Broadcaster Relocation Fund FCC Form 2100, Sch	
Section I - Application Type 1. Type of Entity (automatically determined based on point of entry to system) 0 MVPD point of MVPD (Cable Operator / DTSOther) 0 Biotocater > Facility ID [numeric entry]	Automatically generates from LMS flowed or Facility IDJCOALS (band on COALS ID) IERA (doing business as) name, (Fapplicable Autores (Toret, Cay, State, Zap) Phone Namber (Hinsurrect. correct in LEOCOALS)
Type of Submission (automatically determine based o Submission of Actual Costs Submission of Actual Costs with Docur Final Alteration or Final Accounting	entation complete?)
1	Draft Not Yet Approved By OMB

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Reimbursement Procedure

Initial Allocation

- Deposited to individual treasury accounts
- Commercial stations: up to 80% of estimated costs
- Noncommercial stations: up to 90% of estimated costs

Progress Reports

- True Up
 - Broadcasters must submit documentation of actual expenses and estimated remaining expenses
 - FCC will distribute additional funds or reclaim remaining funds, as appropriate



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Open Issues for Full Power/Class A Stations

- How to Repack Broadcasters Within 39 Months
 - Case-by-case exceptions for 39 months deadline?
 - Regional repack?
 - Pallone "Viewer Protection" bill would authorize Media Bureau to extend deadline so no station forced to stop broadcasting
- Whether \$1.75 Billion Will Cover Reimbursement Expenses
 - Pallone bill would create \$1 billion reserve
- How to Account for Loss of Translators



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What's Next – LPTV/TV Translators

Event	
 Limited Displacement Window Priority for displacement DRTs Last resort auction 	After full power and Class A application windows
600 MHz Licensee Intent to Commence Operations	Notice at least 120 days in advance
LPTV/Translators Must Cease Operations or Reduce Power to Avoid Interference	Date specified in notice
LPTV/Translators Must Cease Operations in Guard Bands	39 months after reassignment PN



Open Issues for LPTV/TV Translator Stations

- How Many "Vacant Channels" Will be Unavailable for Displacement?
 - FCC Proposal: reserve one vacant channel for unlicensed use in all areas; two channels where a broadcast channel has been assigned to duplex gap
 - NAB vs. Google
- How Long Will it Take for Wireless Operators to "Commence Operations"?
 - FCC: Commencement occurs when "site commission testing" begins using "permanent base station equipment"
 - What effect will full power transition schedule have on commencement date?
- Can the LPTVs win in court (and what happens if they do)?



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Television Spectrum Repack Impact, Process & Challenges





What is TV Spectrum "Repack"?

FCC's Definition of "Repacking"

(Source: http://wireless.fcc.gov/incentiveauctions/learn-program/repacking.html)

"Repacking involves reorganizing television stations in the broadcast television bands so that stations that remain on the air after the incentive auction occupy a smaller portion of the UHF band, thereby freeing up a portion of that band for new wireless services uses."

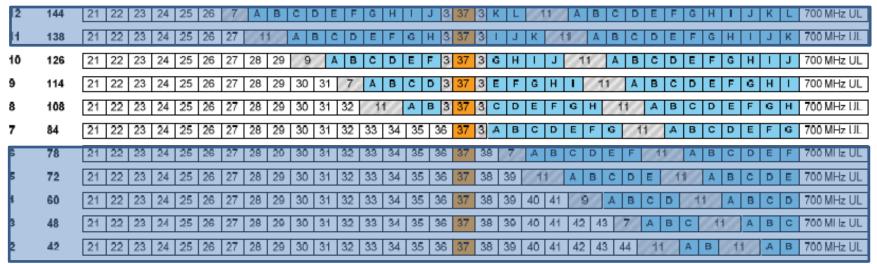


UHF Band Plan specified by FCC PN 14-191A1

- Nationwide clearing target
 - Minimum 84 MHz up to 126 MHz (Original 120MHz + CH37 = 126MHz)
- Guard bands between Wireless and TV services
 - Between 3 and 11 MHz depending on actual clearing
- Wireless duplex gap
 - Nationwide uniform position of 11 MHz gap required for mobile device interoperability
 - Partial duplex gap TV assignments may be made as *impaired spectrum*
- Channel 37 remains and protected by 3 Mhz guard bands....but not assigned for TV service



UHF Band Plan specified by FCC PN 14-191A1



- Wireless spectrum channelized into 5 MHz pairs
- TV service remains 6 MHz channels
- Duplex gap between wireless uplink and downlink

WHITE – TV Channels

Guard band spectrum between services

Gray – Guard bands Blue – Wireless Channels





How Many Stations Directly Impacted?

Spectrum Recovered MHz	Highest Remaining TV Channel	Full Power Stations	Class A Stations	Total Stations Directly Impacted*
84	36	593	144	737
108	32	656	162	818
114	31	695	164	859
126	29	922	211	1133

Directly impacted stations are those currently assigned to spectrum that is to be cleared for wireless services

*Some will be participating in the auction thus reducing the number of directly impacted stations



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Spectrum Clearing Impact For 126 MHz

Estimated Range

	LOW	High
Eligible UHF Stations	1706	1706
Stations Eliminated to Clear Spectrum	415	443
Stations Remaining On Channel	400	167
Stations Required to Repack	860	1065

• Estimated ranges based on DTC Study



Spectrum Clearing Impact For 84 MHz

Estimated Range

	LOW	High
Eligible UHF Stations	1706	1706
Stations Eliminated to Clear Spectrum	222	249
Stations Remaining On Channel	433	262
Stations Required to Repack	1020	1164

• Estimated ranges based on DTC Study



Repack Studies





- Failed to consider all steps in the repack process when analyzing the time required to implement
- Made an incorrect assumption that all panel antennas are broadband and capable of operating in remaining spectrum
 - 76 incorrectly identified antennas within clearing target
- Substantially over estimated the number of qualified, equipped and experienced tower crews capable of TV broadcast antenna projects
 - Lack of understanding of typical FP antenna weight and size



- Overstated available TV RF consultant resources
- Misrepresented the antenna manufacturing resources utilized by the majority of full power TV stations and their ability to ramp up production
- Makes no allowance for the large number of temporary antennas that will be needed to support the interim operations during the transition
- Assumes that the over optimistic Cramton analysis of the number of stations likely to be repacked is the actual number



- Assumes that many stations will move from individual slot array type antennas to shared broadband antennas
 - Yes, this will happen but it has many implications on tower structures, coverage, interference levels, the time needed to file applications and implement
- Lack of understanding on implementing major channel changes for IOT type transmitters
 - 723 of 1320 Full Power stations currently operate with this type of transmitter



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- Failure to recognize resource utilization by stations moving from UHF to VHF
- Underestimated the total cost of repack based on a number of factors
 - Need for interim antennas and transmission line
 - Tower upgrades (Changes to antennas could change tower status)
 - Number of replacement transmitters needed
 - Main and standby
 - Number of main antennas to be replaced
 - Replacement of transmission lines
 - Optimistic number of stations to be repacked



How Likely Is Repack For My Station?

- UHF stations currently located within clearing target and not participating in the auction.....100%
- UHF stations participating in auction with election to move to VHF....100%*
- UHF stations currently located below clearing target and not participating in the auction.....> 20%
- VHF stations not participating in the auction...> 5%

* Assumes that bid was accepted



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Will Stations Not Changing Channels Be Impacted?

- Possibly if stations....
 - Share a Tower
 - Have stacked antennas
 - Operate on a shared antenna and transmission line
 - ...with a station that is forced to change channel
- **Additional issues**
 - Who will pay the cost for accommodating these stations?
 - Potential increased interference from neighboring stations (0.5% of population per other station)

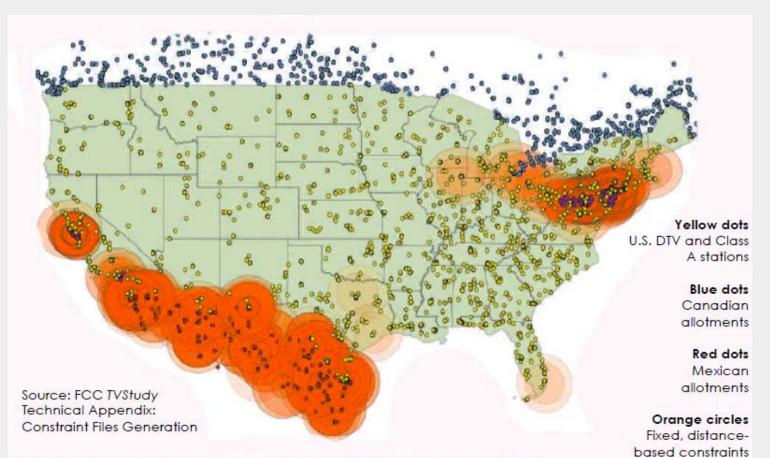




Is Station Density an Issue?







http://transition.fcc.gov/Daily_Releases/Daily_Business/2013/db0722/DA-13-1613A2.pdf



A Regional Approach to Efficient Repacking

- Rather than a disorganized scramble, organize repacking by logical regions
 - Prioritize regions most needed by wireless carriers
 - Break interference "daisy chains"
 - Make efficient use of tower and equipment resources
 - Allow equipment orders to be staggered
 - Clear spectrum more quickly within a large region



The Regions

- Regions should be large enough so that repacking and clearing meet needs of wireless carriers and facilitate efficiency
- Choose boundaries to avoid impacting major markets
- Geographic distribution of stations suggests some logical regional boundaries

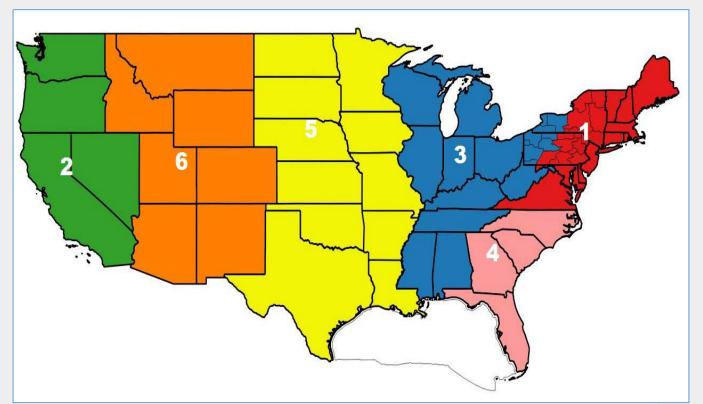


The Regions

- Take advantage of terrain to limit inter-region interference
- Follow state boundaries where possible to facilitate resolution of local regulatory issues, such as zoning
- Where possible, regions are large enough to permit work during any time of year – i.e., work in the southern part of the region could take place in winter, work in northern portion in summer



An Example of Possible Regions





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Organizing the Transition

- Stations receive channel assignments at the end of the auction repacking commences as quickly as possible
- Stations in each region have staggered deadlines to submit CP

applications	Region	CP Deadline (after channel assignments finalized)
	1	3 months
	2	6 months
	3	9 months
	4	12 months
	5	15 months
	6	18 months
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Organizing the Transition

- CP processing schedule could allow regions to stagger equipment orders
 - Eliminate FCC backlogs
 - Minimize initial reimbursement delays
- Wireless carriers could be allowed to create some interference to DTV stations that have failed to timely relocate while those stations continue to operate in the 600 MHz band



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The Transition

- A partial region is less useful for wireless deployment
 - Stations in a congested market cannot transition until all stations are ready to transition
 - Effects spill into adjacent markets as well
- Work could start in Northeast and West close to the same time, prioritizing clearing both regions



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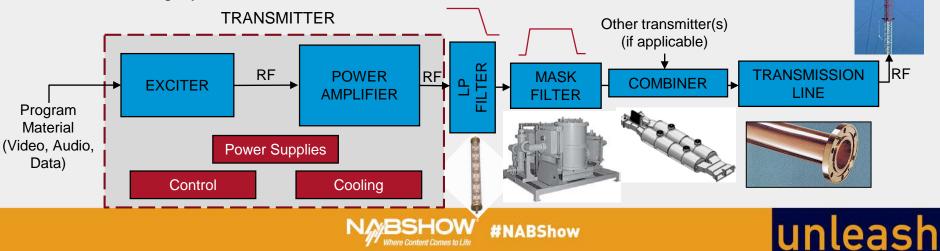
A Typical DTV Transmission Plant

- Basic transmission system blocks:
 - Transmitter, comprising:
 - Exciter
 - Amplifier
 - Power Supplies
 - Control
 - Cooling System

- External RF Items:
 - Mask Filter
 - RF Combiner
 - Transmission line

ANTENNA

• Antenna



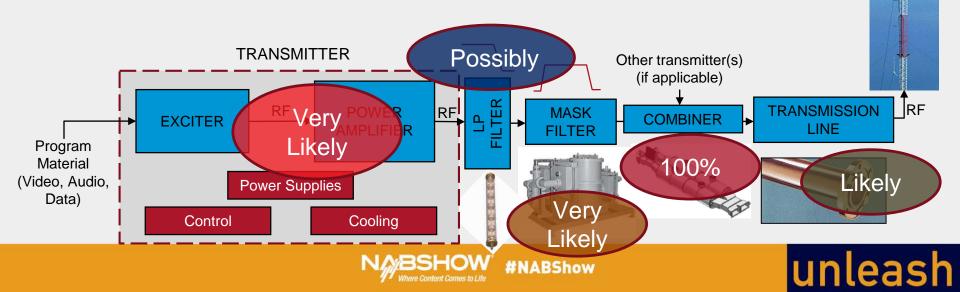
What's Impacted by Repack?

ANTENNA

Very

Likely

- If moving from an affected channel to a new one:
 - The following items will need to be looked at for retune or replacement:



Transmitter Replacement is Likely

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- Most transmitters are ~10 20 years old
- Older UHF transmitters designed around band segments
 - May require new amplifier pallets, combiners or driver modules - availability of obsolete devices unlikely







Example of PA & Circulator Bands

PA Module Channels Circulator Channels

14 - 2614 - 2127 - 4122 - 3442 - 5835 - 52

PA Modules	14	15	16	17	18	19	20	21	22	23	24	25	26	27	28	29	30	31	32	33	34	35	36	37	38	39	40	41	42	43	44	45	46	47	48	49	50	51
Circulators	14	15	16	17	18	19	20	21	22	23	24	25	26	27	28	29	30	31	32	33	34	35	36	37	38	39	40	41	42	43	44	45	46	47	48	49	50	51



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Channel Change Cost vs. Replacement

- Carefully evaluate the cost of conversion versus replacement
- In many cases, a good argument for tx replacement can be made: or - New Transmitter
 - Much higher efficiency ۲
 - Save on Electricity costs (over 50% in some cases)
 - Broadband ۲
 - Serviceability ease of maintenance ۲
 - Long-term support
 - Tube prices and availability
 - Safety (low Voltage vs. High)
 - Future proof (ATSC 3.0 Ready) ۲

Cost Estimate Checklist:

Tx upgrade in-band

or - Tx upgrade out-of-band

RF System Components (Mask Filter, etc.)

Antenna

+ Antenna change-out cost

RF Line

+ RF Line change-out cost

Tower Study & modifications (if needed)



High Power RF Output Systems

- Waveguide bands
- WR1800, WR1500, WR1150
- Mask Filter Cavities per Channel
- In general, a new RF system will be needed



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Channel Compatibility of Transmission Line

Transmission Line Section Lengths



Dielectric

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Staying On Air During Repack

- Initial equipment and services requirements may be driven by factors such as the type of transition...ad hoc vs market or regional coordinated
- Your station will likely need a temporary antenna, transmission line and replacement or standby transmitter to maintain service while rebuilding the primary transmission system



Transition Scenario 1

- 1. Install temporary antenna and transmission line for existing channel or move to standby antenna if available
- 2. Transition current channel operations to temporary or standby antenna (Likely at reduced power and coverage)
- 3. Remove former main channel antenna and possibly transmission line
- 4. Install new main antenna and possibly transmission line
- 5. Install new transmitter and RF system
- 6. Commence operation at full power and coverage on new channel
- 7. Remove or retune old transmitter as standby



Transition Scenario 2

- 1. Install temporary antenna and transmission line for new channel
- 2. Install new transmitter or retune existing standby transmitter to new channel
- 3. Install new RF mask filter and RF system
- 4. Transition operations to new channel (Likely at reduced power and coverage)
- 5. Remove former main channel antenna and possibly transmission line
- 6. Install new main channel antenna and possibly transmission line
- 7. Commence operation at full power and coverage on new channel
- 8. Remove old transmitter if unable to retune as standby TX



Transition Scenario 3 (Shared Site)

- 1. Install temporary antenna and transmission line for current channel or rely on a backup antenna if available
- 2. Transition operations to temporary antenna orbackup antenna (Likely at reduced power and coverage)
- 3. Remove former main channel antenna(s) and transmission line(s)
- 4. Install new main multichannel antenna and transmission line
- 5. Install RF combining system for multiple stations
- 6. Install new transmitter, mask filter and RF system for each station
- 7. Switch all stations over to new channels
- 8. Remove old transmitter(s) or retune if possible as standby TX's



- Conduct a facility review of the station's transmission plant and identify all items that might be affected by a channel change
- Update the transmission plant inventory
- Work with the transmitter manufacturer to determine if the transmitter is capable of being rechannelized; if possible, how long it might take and what is the cost?



- Determine the current tower compliance, the capacity for added loading and the need for any tower structural modifications
- Sweep transmission line to determine what channels it will not support
- Determine what permits might be required for tower changes, building modifications, land use, etc.



- Prepare initial estimates of cost for replacement transmitter, RF system, antenna, transmission line and other related costs as deemed necessary following the facility review*
- Develop list of resources and suppliers that will be needed during the repack

*FCC will require accurate estimate of costs to be filed with CP Application within 3 months after auction end





- Line up commitments with suppliers and contractors such as RF consultants, tower crews, transmission equipment installers and other contractors that will be needed
- If transmission facility and tower is leased, begin discussions with owner
- If FM radio stations operate from the same tower, begin discussions on possible impact during construction



Key Takeaways

- All stations are possible repack candidates
- Even stations not required to change channels can be impacted
- Staying ON AIR during repack will most likely require some additional equipment
- The time allocated for CP application and reimbursement filing will over burden industry resources
- **Preparation** for repack should begin **ASAP**
- In some markets and perhaps regions, cutover will need to be coordinated and carefully managed



Chaos or Organized?

AT&T Urges strong, centralized, FCC leadership during post auction transition

Tuesday, March 15, 2016 | By Colin Gibbs

AT&T (<u>NYSE: VZ</u>) once again urged the FCC to lay the foundation for a smooth spectrum reorganization process following the upcoming incentive auction, saying that "strong, centralized FCC leadership on the transition will be essential."

The FCC later this month will begin a "reverse" auction that will eventually see it buy back unwanted airwaves from TV broadcasters. That spectrum will then be auctioned off later this year to companies looking to use it to launch mobile communications services.

But the spectrum will have to be "repacked" to make the licenses available to wireless network operators while TV broadcasters move to other channels. The FCC has proposed a 39-month timeline for repacking, although that schedule has come under fire by TV broadcasters who say it doesn't provide enough time.

AT&T didn't offer an opinion on the proposed timeline in its latest filing, **but it did cite the 800 MHz** rebanding effort, which began in June of 2005 was expected to take 36 months but continues today.





Strong Recommendation

 The FCC should quickly convene a repack summit with representation from all key stakeholders including broadcasters (NAB and APTS), major wireless spectrum bidders, vertical real estate owners (American Tower), primary equipment suppliers and service providers (NATE) & RF Consultants (AFCCE). The summit's goal should focus on developing a realistic transition plan and schedule that optimizes the access to the cleared spectrum in markets and regions where it is most needed while protecting the services provided by broadcasters to the American public.



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