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Special Advisory to Broadcasters
July 2006

Communications Broadcast Advisory

Broadcast Station EEO Advisory

This Broadcast Station EEO Advisory is directed to radio and television stations licensed to communities in California, Illinois, North Carolina, South Carolina, and Wisconsin and highlights the upcoming deadlines for compliance with the FCC's EEO rule.

Introduction

August 1, 2006 is the deadline for stations licensed to communities in the states referenced above to place their Annual EEO Public File Report in the public inspection file and post the report on the station's website, if applicable.

Under the FCC's rule that became effective as of March 10, 2003, all radio and television station employment units ("SEUs"), regardless of staff size, must afford equal employment opportunity to all qualified persons and practice nondiscrimination in employment.

In addition, those SEUs with five or more full-time employees ("Nonexempt SEUs") must also comply with the FCC's three-prong outreach requirements. Specifically, all Nonexempt SEUs must (i) broadly and inclusively disseminate information about every full-time job opening except in exigent circumstances, (ii) send notifications of full-time job vacancies to referral organizations that have requested such notification, and (iii) participate in a specified number of outreach initiatives from the FCC's menu of such options during each of the four, two-year segments that comprise a station's eight-year license term. These "menu option initiatives" include, for example, sponsoring one job fair, attending, rather than sponsoring or co-sponsoring, four job fairs, or having an internship program, in order to earn one menu item credit. In addition, a Nonexempt SEU must prepare and place its Annual EEO Public File Report in its public inspection file and post it on its website, if it has one, on the anniversary date of the filing of its license renewal application with the FCC. The Annual EEO Public File Report summarizes the SEU's EEO activities during the previous 12 months. In all cases, adequate records must be maintained. Stations must also submit the last two such Annual EEO Public File Reports with their license renewal applications.

For a detailed description of the EEO rule and practical assistance in preparing a compliance plan, broadcasters should consult "EEO in 2003 and Forward: A Legal Guide to the FCC's New EEO Rule and Policies for Broadcasters," published by the Communications Practice Group. This publication is available on the firm's website, www.pillsburylaw.com.

Deadline for the Annual EEO Public File Report for All Nonexempt Radio and Television SEUs Whose Stations Are Licensed to Communities in the States Identified Above

August 1, 2006 is the date on which Nonexempt SEUs of radio and television stations, including Class A television stations and LPTV stations, licensed to communities in the states and territories identified above, must (i) place their Annual EEO Public File Report in the public inspection files of all stations comprising the SEU and (ii) post the Report on the websites, if any, of those stations. It is contemplated that the Report will cover the period from August 1, 2005 through July 31, 2006. However, SEUs may "cut off" the reporting period up to ten (10) days before August 1 in order to give them time to finalize the report. For example, if the Nonexempt SEU uses the period August 1, 2005 through July 21, 2006 for this year's report, then next year the Nonexempt SEU must use the period beginning July 22, 2006 through July 31, 2007 (or up to 10 days prior to that date) for the 2007 report.

Deadlines for Performing Menu Option Initiatives

The Annual EEO Public File Report must contain a discussion of the "menu option initiatives" undertaken during the preceding year. As noted above, depending upon the full-time staff size and the location of their stations, Nonexempt radio and television SEUs are required to perform a specific number of outreach initiatives ("Menu Option Initiatives") during each two-year segment of their eight-year license term. Specifically, radio and television SEUs with between five and 10 full-time employees, and larger SEUs which are located in "smaller markets," must complete two Menu Option Initiatives during every two-year period. SEUs with 11 or more employees that are not located in "smaller markets" must complete four such Menu Option Initiatives. The FCC has defined a "smaller market" station as any SEU consisting solely of a station or stations licensed to a community that is in a county outside of all metropolitan areas or is in a metropolitan area with a population of less than 250,000.

Menu Option Initiatives Required for Nonexempt Radio SEUs Whose Stations Are Licensed to Communities in Illinois and Wisconsin and for Nonexempt Television SEUs Whose Stations Are Licensed to Communities in California, North Carolina and South Carolina

The current two year segment began on August 1, 2004 and runs through July 31, 2006, for radio stations licensed to communities in Illinois and Wisconsin, and television stations licensed to communities in California, North Carolina and South Carolina.

By the July 31, 2006 deadline, SEUs with between five and 10 full-time employees and SEUs which are located in "smaller markets," must have performed a sufficient number of Menu Option Initiatives to qualify them for at least two full Menu Option Initiative credits. By this same deadline, SEUs with 11 or more full-time employees that are not located in "smaller markets," must have performed a sufficient number of Menu Option Initiatives to qualify them for at least four full Menu Option Initiative credits.

Menu Option Initiatives for Radio SEUs Whose Stations Are Licensed to Communities in California, North Carolina and South Carolina and Television SEUs in Illinois and Wisconsin

The current two year segment began on August 1, 2005 and runs through July 31, 2007 for radio stations licensed to communities in California, North Carolina and South Carolina and for television stations licensed to communities in Illinois and Wisconsin.

By the July 31, 2007 deadline, SEUs with between five and 10 full-time employees and SEUs which are located in "smaller markets," must have performed a sufficient number of Menu Option Initiatives to qualify them for at least two full Menu Option Initiative credits. By this same deadline, SEUs with 11 or more full-time employees that are not located in "smaller markets," must have performed a sufficient number of Menu Option Initiatives to qualify them for at least four full Menu Option Initiative credits.

Deadline for Renewal Application Filing for Television Stations Licensed to Communities in California

August 1, 2006 is also the date by which all television stations licensed to communities in California must file their license renewal applications with the FCC. Along with their renewal applications, such stations must file FCC Form 396 and, in the case of Nonexempt SEUs, such SEUs must also attach copies of their August 1, 2005 and August 1, 2006 Annual EEO Public File Reports.

FCC Form 395-B Deadline

In the past, September 30 has been the annual deadline for filing FCC Form 395-B. In a decision released June 4, 2004, the FCC readopted the requirement that Form 395-B be filed with the FCC by that date each year but suspended the filing requirement. As of the date of this Advisory, the FCC has not given notice of a new deadline for the filing of the Form 395-B. Accordingly, no filing on Form 395-B is yet due, although the Commission has stated that a filing deadline will be established in the future.

Recommendations

It is critical that every SEU maintain adequate records of its performance under the EEO Rule. The Commission will not allow credits for Menu Option Initiatives that are not duly reported in an SEU's Annual EEO Public File Report and that are not adequately documented. Accordingly, it is recommended that, before an Annual EEO Public File Report is finalized and placed in the public domain by posting it on a station's website and placing it in the station's public inspection file, the draft document, including supporting material, be reviewed by communications counsel. Finally, we note that the Commission is continuing its program of EEO audits. The FCC commenced its most recent round of EEO audits on June 7, 2006. These random audits check for compliance with the requirements outlined in this Advisory, and are planned to continue indefinitely. For more information on the FCC's EEO rule and your obligations under it, as well as practical advice for compliance, please contact any of the lawyers in the Communications Practice Section.

Live Link

EEO in 2003 and Forward: A Legal Guide to the FCC's New EEO Rule and Policies for Broadcasters

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