Before the Federal Communications Commission Washington, DC 20554

	ORDER	
LOOD Technologies, Inc.)	FRN: 0022261655
LOUD Technologies, Inc.)	Acct. No.: 201332100004
In the Matter of)	
)	File No.: EB-10-SE-034

Adopted: December 12, 2012

Released: December 13, 2012

By the Chief, Enforcement Bureau:

1. In this Order, we adopt the attached Consent Decree entered into between the Enforcement Bureau (Bureau) of the Federal Communications Commission (Commission) and LOUD Technologies, Inc. (LOUD). The Consent Decree resolves and terminates the Bureau's investigation into LOUD's compliance with Section 302(b) of the Communications Act of 1934, as amended (Act),¹ and Sections 2.803, 2.1203, 2.1204, 2.1205, 15.19, 15.21, and 15.105 of the Commission's rules (Rules)² pertaining to the marketing of digital radio frequency devices, such as powered loudspeakers, non-powered mixers, compact mixers, and active speaker systems.

2. The Bureau and LOUD have negotiated the Consent Decree that resolves this matter. A copy of the Consent Decree is attached hereto and incorporated herein by reference.

3. After reviewing the terms of the Consent Decree and evaluating the facts before us, we find that the public interest would be served by adopting the Consent Decree and terminating the investigation.

4. In the absence of material new evidence relating to this matter, we conclude that our investigation raises no substantial or material questions of fact as to whether LOUD possesses the basic qualifications, including those related to character, to hold or obtain any Commission license or authorization.

5. Accordingly, **IT IS ORDERED** that, pursuant to Sections 4(i) and 503(b) of the Act,³ and Sections 0.111 and 0.311 of the Rules,⁴ the Consent Decree attached to this Order **IS ADOPTED**.

¹ 47 U.S.C. § 302a(b).

² 47 C.F.R. §§ 2.803, 2.1203, 2.1204, 2.1205, 15.19, 15.21, 15.105.

³ 47 U.S.C. §§ 154(i), 503(b).

⁴ 47 C.F.R. §§ 0.111, 0.311.

6. **IT IS FURTHER ORDERED** that the above-captioned investigation **IS TERMINATED**.

7. **IT IS FURTHER ORDERED** that a copy of this Order and Consent Decree shall be sent by first class mail and certified mail, return receipt requested, to Case H. Kuehn, Chief Financial Officer, LOUD Technologies, Inc., 16220 Wood-Red Road NE, Woodinville, WA 98072.

FEDERAL COMMUNICATIONS COMMISSION

P. Michele Ellison Chief, Enforcement Bureau

Before the Federal Communications Commission Washington, DC 20554

In the Matter of)	File No.: EB-10-SE-034
LOUD Technologies, Inc.)	Acct. No.: 201332100004
LOOD Teenhologies, me.)	1000.100 201352100004
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CONSENT DECREE

The Enforcement Bureau of the Federal Communications Commission and LOUD Technologies, Inc., by their authorized representatives, hereby enter into this Consent Decree for the purpose of terminating the Enforcement Bureau's investigation into possible violations of Section 302(b) of the Communications Act of 1934, as amended,¹ and Sections 2.803, 2.1203, 2.1204, 2.1205, 15.19, 15.21, and 15.105 of the Commission's rules² pertaining to the marketing of digital radio frequency devices, such as powered loudspeakers, non-powered mixers, compact mixers, and active speaker systems.

I. **DEFINITIONS**

- 1. For the purposes of this Consent Decree, the following definitions shall apply:
 - (a) "Act" means the Communications Act of 1934, as amended, 47 U.S.C. § 151 et seq.
 - (b) "Adopting Order" means an order of the Bureau adopting the terms of this Consent Decree without change, addition, deletion, or modification.
 - (c) "Bureau" means the Enforcement Bureau of the Federal Communications Commission.
 - (d) "Commission" and "FCC" mean the Federal Communications Commission and all of its bureaus and offices.
 - (e) "Communications Laws" means collectively, the Act, the Rules, and the published and promulgated orders and decisions of the Commission to which LOUD is subject by virtue of its business activities, including but not limited to, the Equipment Marketing Rules.
 - (f) "Compliance Plan" means the compliance obligations, program, and procedures described in this Consent Decree at paragraph 11.
 - (g) "Covered Employees" means all employees and agents of LOUD who perform, or supervise, oversee, or manage the performance of, duties that relate to LOUD's responsibilities under the Equipment Marketing Rules.

¹ 47 U.S.C. § 302a(b).

² 47 C.F.R. §§ 2.803, 2.1203, 2.1204, 2.1205, 15.19, 15.21, 15.105.

- (h) "Digital Device" means an unintentional radiator (device or system) as defined in Section 15.3(k) of the Rules.³
- (i) "Effective Date" means the date on which the Bureau releases the Adopting Order.
- (j) "Equipment Marketing Rules" means Section 302(b) of the Act,⁴ Sections 2.803, 2.1203, 2.1204, 2.1205, 15.19, 15.21, and 15.105 of the Rules⁵ and other Communications Laws governing the marketing of radio frequency devices within the United States and its territories.
- (k) "Investigation" means the investigation commenced by the Bureau's October 22, 2010 letter of inquiry⁶ regarding whether the marketing of certain Digital Devices by LOUD complies with the Equipment Marketing Rules.
- (1) "LOUD" means LOUD Technologies, Inc. and its predecessors-in-interest and successors-in-interest.
- (m) "Operating Procedures" means the standard, internal operating procedures and compliance policies established by LOUD to implement the Compliance Plan.
- (n) "Parties" means LOUD and the Bureau, each of which is a "Party."
- (o) "Rules" means the Commission's regulations found in Title 47 of the Code of Federal Regulations.

II. Background

2. Pursuant to Section 302(b) of the Act⁷ and Sections 2.803, 15.19, 15.21, and 15.105 of the Rules,⁸ certain Digital Devices may not be marketed in the United States unless the devices comply with the applicable technical standards as well as the administrative requirements relating to equipment labeling and consumer disclosure. Section 2.803(e)(4) of the Rules defines "marketing" as the "sale or lease, or offering for sale or lease, including advertising for sale or lease, or importation, shipment or distribution for the purpose of selling or leasing or offering for sale or lease."⁹

3. Pursuant to Sections 2.1203, 2.1204, and 2.1205 of the Rules,¹⁰ a Digital Device may not be imported into the United States unless the importer, ultimate consignee, or customs broker files with

³ *Id.* § 15.3(k).

⁴ 47 U.S.C. § 302a(b).

⁵ 47 C.F.R. §§ 2.803, 2.1203, 2.1204, 2.1205, 15.19, 15.21, 15.105.

⁶ See Letter from Kathryn S. Berthot, Chief, Spectrum Enforcement Division, FCC Enforcement Bureau, to Rodney Olson, President, Chief Executive Officer & Chairman, LOUD Technologies, Inc. (Oct. 22, 2010) (on file in EB-10-SE-034).

⁷ 47 U.S.C. § 302a(b).

⁸ 47 C.F.R. §§ 2.803, 15.19, 15.21, 15.105.

⁹ *Id.* § 2.803(e)(4).

¹⁰ *Id.* §§ 2.1203, 2.1204, 2.1205.

the United States Customs and Border Protection an FCC Form 740 (or the electronic equivalent thereof) declaring that the device meets one of the import conditions set forth in Section 2.1204 of the Rules.¹¹ LOUD markets Digital Devices, including a wide range of professional audio and musical instrument products, such as powered loudspeakers, non-powered mixers, compact mixers, active speaker systems, and digital live console accessories. These Digital Devices are unintentional radiators subject to authorization prior to marketing, via either the Commission's equipment verification or declaration of conformity procedures.¹²

4. On October 22, 2010, the Bureau's Spectrum Enforcement Division (Division) issued a letter of inquiry (LOI) to LOUD, directing LOUD to submit a sworn written response to a series of questions relating to LOUD's manufacture, importation and marketing of certain Digital Devices.¹³ LOUD responded to the LOI on January 21, 2011.¹⁴ In its LOI Response, LOUD submitted information and documentation related to Mackie brand Digital Device models marketed by the company, including sales information and documentation relating to technical compliance testing.¹⁵ On April 11, 2011, the Division issued LOUD a second letter of inquiry,¹⁶ to which the company responded on June 10, 2011.¹⁷ In its Second LOI Response, LOUD provided information related to whether its Mackie brand Digital Devices were properly labeled in accordance with Section 15.19 of the Rules,¹⁸ and whether the consumer disclosure language required by Section 15.105 of the Rules¹⁹ was included in the user manual for each Digital Device.²⁰ LOUD also provided information related to its importation of Digital Devices and its obligation to file FCC Form 740 with the United States Customs and Border Protection in connection with the importation of such Digital Devices.²¹

5. LOUD subsequently reported that all Digital Device models that LOUD currently markets comply with the Equipment Marketing Rules.²² With respect to Digital Device models that LOUD previously offered, LOUD represents that it has taken remedial measures to help bring the unlabeled Digital Devices into compliance and to revise the user manuals to include the requisite

¹⁵ See id. at 1.

¹⁶ See Letter from John D. Poutasse, Acting Chief, Spectrum Enforcement Division, FCC Enforcement Bureau, to Mark Graham, President, Chief Executive Officer & Chairman, LOUD Technologies, Inc. (Apr. 11, 2011) (on file in EB-10-SE-034).

¹⁷ See Letter from Case H. Kuehn, Chief Financial Officer, LOUD Technologies, Inc., to Kathy Harvey, Attorney Advisor, Spectrum Enforcement Division, FCC Enforcement Bureau (June 10, 2011) (on file in EB-10-SE-034) (Second LOI Response).

¹⁸ See 47 U.S.C. § 15.19.

¹⁹ See id. § 15.105.

²⁰ See Second LOI Response at Attachment 2.

²¹ See id. at Attachment 1.

²² See E-mail from Case H. Kuehn, Chief Financial Officer, LOUD Technologies, Inc., to Paul Noone, Attorney Advisor, Spectrum Enforcement Division, FCC Enforcement Bureau (Mar. 28, 2012, 20:45 EDT) (on file in EB-10-SE-034).

¹¹ See id. § 2.1204.

¹² See id. § 15.101.

¹³ See supra note 6.

¹⁴ See Letter from Case H. Kuehn, Chief Financial Officer, LOUD Technologies, Inc., to Kathy Harvey, Attorney Advisor, Spectrum Enforcement Division, FCC Enforcement Bureau (Jan. 21, 2011) (on file in EB-10-SE-034) (LOI Response).

consumer disclosure language.²³ The Bureau and LOUD executed tolling agreements to toll the statute of limitations.²⁴

III. TERMS OF AGREEMENT

6. <u>Adopting Order</u>. The Parties agree that the provisions of this Consent Decree shall be subject to final approval by the Bureau by incorporation of such provisions by reference in the Adopting Order.

7. **Jurisdiction**. LOUD agrees that the Bureau has jurisdiction over it and the matters contained in this Consent Decree and that the Bureau has the authority to enter into and adopt this Consent Decree.

8. **Effective Date: Violations.** The Parties agree that this Consent Decree shall become effective on the Effective Date as defined herein. As of the Effective Date, the Adopting Order and this Consent Decree shall have the same force and effect as any other order of the Commission. Any violation of the Adopting Order or of the terms of this Consent Decree shall constitute a separate violation of a Commission order, entitling the Commission to exercise any rights and remedies attendant to the enforcement of a Commission order.

9. **Termination of Investigation**. In express reliance on the covenants and representations in this Consent Decree and to avoid further expenditure of public resources, the Bureau agrees to terminate the Investigation. In consideration for the termination of the Investigation, LOUD agrees to the terms, conditions, and procedures contained herein. The Bureau further agrees that in the absence of new material evidence, the Bureau will not use the facts developed in this Investigation through the Effective Date, or the existence of this Consent Decree, to institute on its own motion any new proceeding, formal or informal, or take any action on its own motion against LOUD concerning the matters that were the subject of the Investigation. The Bureau also agrees that in the absence of this Consent Decree, to institute on its own motion any new material evidence it will not use the facts developed in this Investigation through the Effective Date, or the existence of this Consent Decree, to institute on its own motion against LOUD concerning the matters that were the subject of the Investigation. The Bureau also agrees that in the absence of new material evidence it will not use the facts developed in this Investigation through the Effective Date, or the existence of this Consent Decree, to institute on its own motion any proceeding, formal or informal, or take any action on its own motion any proceeding, formal or informal, or take any action on its own motion apainst LOUD with respect to LOUD's basic qualifications, including its character qualifications, to be a Commission licensee or to hold Commission licenses or authorizations.

10. <u>Compliance Officer</u>. Within thirty (30) calendar days after the Effective Date, LOUD shall designate a senior corporate manager with the requisite corporate and organizational authority to serve as Compliance Officer and to discharge the duties set forth below. The person designated as the Compliance Officer shall be responsible for developing, implementing, and administering the Compliance Plan and ensuring that LOUD complies with the terms and conditions of the Compliance Plan and this Consent Decree. In addition to general knowledge of the Communications Laws necessary to discharge his/her duties under this Consent Decree, the Compliance Officer shall have specific knowledge of the Equipment Marketing Rules prior to assuming his/her duties.

11. <u>Compliance Plan</u>. For purposes of settling the matters set forth herein, LOUD agrees that it shall within sixty (60) calendar days after the Effective Date, develop and implement a Compliance Plan designed to ensure future compliance with the Communications Laws and with the terms and

²³ See id.

²⁴ See, e.g., Tolling Agreement Extension, File No. EB-10-SE-034, executed by and between John D. Poutasse, Chief, Spectrum Enforcement Division, FCC Enforcement Bureau, and Case H. Kuehn, Chief Financial Officer, LOUD Technologies, Inc. (Apr. 26, 2011).

conditions of this Consent Decree. With respect to the Equipment Marketing Rules, LOUD shall implement the following procedures:

- (a) **Operating Procedures on Equipment Marketing**. Within sixty (60) calendar days after the Effective Date, LOUD shall establish Operating Procedures that all Covered Employees must follow to help ensure LOUD's compliance with the Equipment Marketing Rules. LOUD's Operating Procedures shall include internal procedures and policies specifically designed to ensure that (i) prior to the initiation of marketing (as such term is defined in Section 2.803 of the Rules²⁵), all Digital Devices and other radio frequency devices to be marketed by LOUD comply with applicable technical standards, have been properly authorized (via the certification, verification, or declaration of conformity procedures, as applicable), and comply with the applicable administrative requirements relating to equipment labeling and consumer disclosure; and (ii) LOUD complies with the requirements of Sections 2.1203, 2.1204, and 2.1205 of the Rules relating to the importation and entry of Digital Devices into the United States, including the filing with the United States Customs and Border Protection of an FCC Form 740 (or the electronic equivalent thereof) that accurately identifies the importation condition(s) satisfied for each such importation.²⁶
- (b) <u>Compliance Manual</u>. Within sixty (60) calendar days after the Effective Date, the Compliance Officer shall develop and distribute a Compliance Manual to all Covered Employees. The Compliance Manual shall explain the Equipment Marketing Rules, including the obligations to secure an equipment authorization from the FCC prior to marketing a Digital Device and to meet all FCC requirements for the importation and entry of such Digital Device into the United States, and set forth the Operating Procedures that Covered Employees shall follow to help ensure LOUD's compliance with the Equipment Marketing Rules. LOUD shall periodically review and revise the Compliance Manual as necessary to ensure that the information set forth therein remains current and complete. LOUD shall distribute any revisions to the Compliance Manual promptly to all Covered Employees.
- (c) <u>Compliance Training Program</u>. LOUD shall establish and implement a Compliance Training Program on compliance with the Equipment Marketing Rules and the Operating Procedures. As part of the Compliance Training Program, Covered Employees shall be advised of LOUD's obligation to report any noncompliance with the Equipment Marketing Rules under paragraph 12 of this Consent Decree and shall be instructed on how to disclose noncompliance to the Compliance Officer. All Covered Employees shall be trained pursuant to the Compliance Training Program within sixty (60) calendar days after the Effective Date, except that any person who becomes a Covered Employee at any time after the Effective Date shall be trained within thirty (30) calendar days after the date such person becomes a Covered Employee. LOUD shall repeat the compliance training on an annual basis, and shall periodically review and revise the Compliance Training Program as necessary to ensure that it remains current and complete and to enhance its effectiveness.

²⁵ See supra note 9 and accompanying text.

²⁶ See 47 C.F.R. §§ 2.1203, 2.1204, 2.1205.

(d) <u>Remedial Efforts for Discontinued Models</u>. With respect to Digital Device models that LOUD no longer markets, LOUD shall continue to ensure that all unlabeled Digital Devices that are returned to LOUD or its service centers for service or repair shall be affixed with a label that complies with Section 15.19 of the Rules²⁷ prior to being returned to the customer. In addition, LOUD shall continue to maintain on its website an online user manual for each such discontinued model that includes the consumer disclosure language required by Section 15.105 of the Rules.²⁸

12. **<u>Reporting Noncompliance</u>**. LOUD shall report any noncompliance with the Equipment Marketing Rules and with the terms and conditions of this Consent Decree within fifteen (15) calendar days after discovery of such noncompliance. Such reports shall include a detailed explanation of (i) each instance of noncompliance; (ii) the steps that LOUD has taken or will take to remedy such noncompliance; (iii) the schedule on which such remedial actions will be taken; and (iv) the steps that LOUD has taken or will take to prevent the recurrence of any such noncompliance. All reports of noncompliance shall be submitted to the Chief, Spectrum Enforcement Division, Enforcement Bureau, Federal Communications Commission, Room 3-C366, 445 12th Street, SW, Washington, DC 20554, with a copy submitted electronically to Paul Noone at Paul.Noone@fcc.gov and to JoAnn Lucanik at JoAnn.Lucanik@fcc.gov.

13. <u>Compliance Reports</u>. LOUD shall file compliance reports with the Commission ninety (90) calendar days after the Effective Date, twelve (12) months after the Effective Date, and twenty-four (24) months after the Effective Date.

- (a) Each Compliance Report shall include a detailed description of LOUD's efforts during the relevant period to comply with the terms and conditions of this Consent Decree and the Equipment Marketing Rules. In addition, each Compliance Report shall include a certification by the Compliance Officer, as an agent of and on behalf of LOUD, stating that the Compliance Officer has personal knowledge that LOUD (i) has established and implemented the Compliance Plan; (ii) has utilized the Operating Procedures since the implementation of the Compliance Plan; and (iii) is not aware of any instances of noncompliance with the terms and conditions of this Consent Decree, including the reporting obligations set forth in paragraph 12 hereof.
- (b) The Compliance Officer's certification shall be accompanied by a statement explaining the basis for such certification and must comply with Section 1.16 of the Rules and be subscribed to as true under penalty of perjury in substantially the form set forth therein.²⁹
- (c) If the Compliance Officer cannot provide the requisite certification, the Compliance Officer, as an agent of and on behalf of LOUD, shall provide the Commission with a detailed explanation of the reason(s) why and describe fully (i) each instance of noncompliance; (ii) the steps that LOUD has taken or will take to remedy such noncompliance, including the schedule on which proposed remedial actions will be taken; and (iii) the steps that LOUD has taken or will take to prevent the recurrence of any such noncompliance, including the schedule on which such preventive action will be taken.

²⁷ See id. § 15.19.

²⁸ See id. § 15.105.

²⁹ See id. § 1.16.

(d) All Compliance Reports shall be submitted to Chief, Spectrum Enforcement Division, Enforcement Bureau, Federal Communications Commission, Room 3-C366, 445 12th Street, SW, Washington, DC 20554, with a copy submitted electronically to Paul Noone at Paul.Noone@fcc.gov and to JoAnn Lucanik at JoAnn.Lucanik@fcc.gov.

14. <u>**Termination Date**</u>. Unless stated otherwise, the requirements set forth in paragraphs 10 through 13 of this Consent Decree shall expire twenty-four (24) months after the Effective Date.

15. Voluntary Contribution. LOUD agrees that it will make a voluntary contribution to the United States Treasury in the amount of eighty-five thousand dollars (\$85,000) (Voluntary Contribution), such Voluntary Contribution to be made in three installments (each, an Installment Payment). The first Installment Payment in the amount of twenty-eight thousand three hundred thirty three dollars (\$28,333) is due within thirty (30) calendar days after the Effective Date. The second Installment Payment in the amount of twenty-eight thousand three hundred thirty three dollars (\$28,333) is due within sixty (60) calendar days after the Effective Date. The third and final Installment Payment in the amount of twentyeight thousand three hundred thirty four dollars (\$28,334) is due within ninety (90) calendar days after the Effective Date. LOUD acknowledges and agrees that upon execution of this Consent Decree the Voluntary Contribution and each Installment Payment shall become a "Claim" or "Debt" as defined in 31 U.S.C. § 3701(b)(1).³⁰ Upon an Event of Default (as defined below), all procedures for collection as permitted by law may, at the Commission's discretion, be initiated. In addition, LOUD agrees that it will make the first and all subsequent Installment Payments in United States Dollars without further demand or notice by the dates specified above. LOUD shall also send electronic notification of payment to Paul Noone at Paul.Noone@fcc.gov, JoAnn Lucanik at JoAnn.Lucanik@fcc.gov, and Samantha Peoples at Sam.Peoples@fcc.gov on the date said payments are made.

16. Installment payments must be made by check or similar instrument, wire transfer, or credit card, and must include the NAL/Account number and FRN referenced above. Regardless of the form of payment, a completed FCC Form 159 (Remittance Advice) must be submitted.³¹ When completing the FCC Form 159, enter the Account Number in block number 23A (call sign/other ID) and enter the letters "FORF" in block number 24A (payment type code). Below are additional instructions you should follow based on the form of payment you select:

- Payment by check or money order must be made payable in United States Dollars to the order of the Federal Communications Commission. Such payments (along with the completed Form 159) must be mailed to Federal Communications Commission, P.O. Box 979088, St. Louis, MO 63197-9000, or sent via overnight mail to U.S. Bank Government Lockbox #979088, SL-MO-C2-GL, 1005 Convention Plaza, St. Louis, MO 63101.
- Payment by wire transfer must be made to ABA Number 021030004, receiving bank TREAS/NYC, and Account Number 27000001. To complete the wire transfer and ensure appropriate crediting of the wired funds, a completed Form 159 must be faxed to U.S. Bank at (314) 418-4232 on the same business day the wire transfer is initiated.
- Payment by credit card must be made by providing the required credit card information on FCC Form 159 and signing and dating the Form 159 to authorize the credit card payment. The completed Form 159 must then be mailed to Federal Communications Commission, P.O. Box 979088, St. Louis, MO 63197-9000, or sent via overnight mail to U.S. Bank –

³⁰ See Debt Collection Improvement Act of 1996, Pub. L. No. 104-134, 110 Stat. 1321, 1358 (Apr. 26, 1996).

³¹ An FCC Form 159 and detailed instructions for completing the form may be obtained at http://www.fcc.gov/Forms/Form159/159.pdf.

Government Lockbox #979088, SL-MO-C2-GL, 1005 Convention Plaza, St. Louis, MO 63101.

If you have questions regarding payment procedures, please contact the Financial Operations Group Help Desk by phone, 1-877-480-3201, or by e-mail, ARINQUIRIES@fcc.gov.

17. <u>Event of Default</u>. LOUD agrees that an Event of Default shall occur upon the failure by LOUD to pay the full amount of any Installment Payment on or before the due date specified in this Consent Decree.

18. Interest, Charges for Collection, and Acceleration of Maturity Date. After an Event of Default has occurred under this Consent Decree, the then unpaid amount of the Voluntary Contribution shall accrue interest, computed using the rate of the U.S. Prime Rate in effect on the date of the Event of Default plus 4.75 percent, from the date of the Event of Default until payment in full. Upon an Event of Default, the then unpaid amount of the Voluntary Contribution, together with interest, as aforesaid, any penalties permitted and/or required by the law, including but not limited to 31 U.S.C. § 3717 and administrative charge(s), plus the costs of collection, litigation, and attorneys' fees, shall become immediately due and payable, without notice, presentment, demand, protest, or notice of protest of any kind, all of which are waived by LOUD.

19. <u>Waivers</u>. LOUD waives any and all rights it may have to seek administrative or judicial reconsideration, review, appeal, or stay, or to otherwise challenge or contest the validity of this Consent Decree and the Adopting Order, provided the Bureau issues an Adopting Order as defined herein. LOUD shall retain the right to challenge Commission interpretation of the Consent Decree or any terms contained herein. If either Party (or the United States on behalf of the Commission) brings a judicial action to enforce the terms of the Adopting Order, neither LOUD nor the Commission shall contest the validity of the Consent Decree or the Adopting Order, and LOUD shall waive any statutory right to a trial *de novo*. LOUD hereby agrees to waive any claims it may have under the Equal Access to Justice Act³² relating to the matters addressed in this Consent Decree.

20. <u>Invalidity</u>. In the event that this Consent Decree in its entirety is rendered invalid by any court of competent jurisdiction, it shall become null and void and may not be used in any manner in any legal proceeding.

21. <u>Subsequent Rule or Order</u>. The Parties agree that if any provision of the Consent Decree conflicts with any subsequent Rule or order adopted by the Commission (except an order specifically intended to revise the terms of this Consent Decree to which LOUD does not expressly consent) that provision will be superseded by such Rule or Commission order.

22. <u>Successors and Assigns</u>. LOUD agrees that the provisions of this Consent Decree shall be binding on its successors, assigns, and transferees.

23. <u>Final Settlement</u>. The Parties agree and acknowledge that this Consent Decree shall constitute a final settlement between the Parties with respect to the Investigation. The Parties further agree that this Consent Decree does not constitute either an adjudication on the merits or a factual or legal finding or determination regarding any compliance or noncompliance with the Communications Laws.

24. <u>Modifications</u>. This Consent Decree cannot be modified without the advance written consent of both Parties.

³² Equal Access to Justice Act, Pub L. No. 96-481, 94 Stat. 2325 (1980) (codified at 5 U.S.C. § 504); *see also* 47 C.F.R. §§ 1.1501-1.1530.

25. **Paragraph Headings**. The headings of the paragraphs in this Consent Decree are inserted for convenience only and are not intended to affect the meaning or interpretation of this Consent Decree.

26. <u>Authorized Representative</u>. The individual signing this Consent Decree on behalf of LOUD represents and warrants that he is authorized by LOUD to execute this Consent Decree and to bind LOUD to the obligations set forth herein. The FCC signatory represents that she is signing this Consent Decree in her official capacity and that she is authorized to execute this Consent Decree.

27. <u>**Counterparts**</u>. This Consent Decree may be signed in any number of counterparts (including by facsimile), each of which, when executed and delivered, shall be an original, and all of which counterparts together shall constitute one and the same fully executed instrument.

P. Michele Ellison Chief Enforcement Bureau

Date

Case H. Kuehn Chief Financial Officer LOUD Technologies, Inc.

Date