# Before the Federal Communications Commission Washington, D.C. 20554

In the Matter of	)	
	)	
Amendment of section 73.202(b), Table of	)	MB Docket No. 23-209
Allotments, FM Broadcast Stations (Lihue and	)	RM-11951
Princeville, Hawaii)	ĺ	RM-11971

## REPORT AND ORDER

Adopted: February 26, 2024 Released: February 26, 2024

By the Assistant Chief, Audio Division, Media Bureau:

## I. INTRODUCTION

1. The Audio Division has before it (1) a *Notice of Proposed Rulemaking (Notice)* issued in response to a Petition for Rulemaking (Petition) filed by SSR Communications, Inc. (SSR or Petitioner);<sup>1</sup> (2) Petitioner's Comments filed in response to the *Notice*;<sup>2</sup> (3) Counterproposal filed by Pacific Radio Group, Inc. (PRG);<sup>3</sup> (4) Petitioner's "Consolidated Reply Comments and Opposition to Counterproposals;"<sup>4</sup> and (5) various related pleadings.<sup>5</sup> No other comments or counterproposals were received in response to this proceeding. For the reasons discussed below, we grant the Petition by allotting an alternate channel at Lihue, Hawaii, and also grant the Counterproposal for a new allotment at Princeville, Hawaii.

<sup>&</sup>lt;sup>1</sup> Lihue, Hawaii, Notice of Proposed Rulemaking, DA 23-591, 2023 WL 4446524 (MB July 7, 2023); see also Radio Broadcasting Services; Lihue, Hawaii, 88 FR 45126 (published July 14, 2023); Petition for Rulemaking of SSR Communications, Inc. (filed May 16, 2023). Petitioner concurrently filed a construction permit application for the new allotment. See FCC Application File No. 0000214886 (filed May 17, 2023) (Application).

<sup>&</sup>lt;sup>2</sup> Comments of SSR Communications, Inc. (filed Aug. 15, 2023).

<sup>&</sup>lt;sup>3</sup> Counterproposal of Pacific Radio Group, Inc. (filed Aug. 28, 2023) (Counterproposal). On December 15, 2023, the Counterproposal was accepted as a new Petition for Rulemaking (RM–11971). *See Office of Managing Director's Bureau Reference Information Center Petition for Rulemakings Filed*, Public Notice, Report No. 3205, 2023 WL 8803780 (OMD Dec. 15, 2023) (*December Notice*).

<sup>&</sup>lt;sup>4</sup> Consolidated Reply Comments and Opposition to Counterproposal, SSR Communications, Inc. (filed Sept. 12, 2023) (Reply). SSR submitted the Reply in response to two other counterproposals filed by PRG in substantially identical allotment cases. *See Notice*; *Koloa, Hawaii*, Notice of Proposed Rulemaking, DA 23-590, 2023 WL 4446520 (MB July 7, 2023); *Puhi, Hawaii*, Notice of Proposed Rulemaking, DA 23-592, 2023 WL 4446527 (MB July 7, 2023).

<sup>&</sup>lt;sup>5</sup> In response to the *December Notice*, SSR filed a "Statement in Opposition to Counterproposals" reaffirming its interest in the Lihue, Koloa, and Puhi allotments, as originally filed. *See* Statement in Opposition to Counterproposals, SSR Communications, Inc. (filed Jan. 3, 2024) (Opposition Statement); *December Notice*; *Office of Managing Director's Bureau Reference Information Center Petition for Rulemakings Filed*, Public Notice, Report No. 3206, 2023 WL 8826666 (OMD Dec. 19, 2023); *Office of Managing Director's Bureau Reference Information Center Petition for Rulemakings Filed*, Public Notice, Report No. 3207, 2023 WL 8826668 (OMD Dec. 19, 2023). PRG then filed a "Reply to Statement in Opposition to Counterproposals" on January 16, 2024. *See* Reply to Statement in Opposition to Counterproposals, Pacific Radio Group, Inc. (filed Jan. 16, 2024) (Reply to Opposition Statement).

## II. BACKGROUND

- 2. The *Notice* proposed the allotment of Channel 292A at Lihue, Hawaii, as a sixth local service and fourth FM commercial service under Priority (4).<sup>6</sup> Lihue is a census designated place (CDP) with a 2020 U.S. Census (Census) population of 8,004 persons.<sup>7</sup> Lihue has been determined to be a community for allotment purposes as it is currently served by five local services licensed to the community.<sup>8</sup>
- 3. In response to the *Notice*, Petitioner submitted timely comments reiterating its interest in the proposed allotment.<sup>9</sup> PRG timely filed a Counterproposal requesting the allotment of Channel 292C3 at Princeville, Hawaii, in lieu of the allotment of Channel 292A at Lihue.<sup>10</sup> Princeville is not incorporated but is listed in the Census as a CDP with a population of 2,157 persons.<sup>11</sup> PRG states that the allotment of Channel 292C3 at Princeville as the community's first full-time service would result in a preferential arrangement of allotments because Lihue already is well-served by three existing allotments.<sup>12</sup> PRG also states that the proposed Princeville facility would serve 73,298 persons within the projected 60 dBμ service contour in contrast to Petitioner's proposal which would provide 60 dBμ service to 58,215 persons.<sup>13</sup> PRG further states that its proposal would serve areas underserved by aural broadcast services.<sup>14</sup> Concurrent with the Counterproposal, PRG filed a construction permit application<sup>15</sup> for the Princeville allotment and certified that it will participate in a future FM auction, and if it is the winning bidder, it will construct the station promptly.
- 4. In its Reply, Petitioner acknowledges that the Counterproposal would result in service to slightly greater populations and seemingly would be preferred to SSR's proposal. However, Petitioner argues that the Counterproposal would violate the Commission's multiple ownership rules and therefore must be dismissed as defective. Petitioner maintains that there is no reason for PRG to have filed a Counterproposal other than to delay Petitioner's proposals and that such action may not be treated as a *bona fide* expression of interest. Petitioner repeats these arguments in its Opposition Statement filed in response to the *December Notice*. 17

<sup>&</sup>lt;sup>6</sup> See Notice; Revision of FM Assignment Policies and Procedures, Second Report and Order, 90 FCC 2d 88 (1982) (FM Allotment Priorities). The FM allotment priorities are: (1) First fulltime aural service, (2) Second fulltime aural service, (3) First local service and (4) Other public interest matters. Co-equal weight is given to Priorities (2) and (3).

<sup>&</sup>lt;sup>7</sup> See https://data.census.gov/all?q=lihue,+hawaii.

<sup>&</sup>lt;sup>8</sup> Lihue is currently served by noncommercial educational FM Stations KHJC and KIPL, and commercial FM Stations KQNG-FM, KFMN, and KJMQ.

<sup>&</sup>lt;sup>9</sup> See Comments.

<sup>&</sup>lt;sup>10</sup> See Counterproposal.

<sup>&</sup>lt;sup>11</sup> See https://data.census.gov/all?q=Princeville%20CDP,%20Hawaii.

<sup>&</sup>lt;sup>12</sup> Counterproposal at 1.

<sup>&</sup>lt;sup>13</sup> *Id*. at 1-2.

<sup>&</sup>lt;sup>14</sup> *Id* 

<sup>&</sup>lt;sup>15</sup> See FCC Application File No. 0000220004.

<sup>&</sup>lt;sup>16</sup> See Reply (arguing that PRG already owns four full-service FM facilities on the island of Kauai and may not own any more FM stations without violating section 73.3555(a)(1)(iii) of the Commission's rules); 47 CFR § 73.3555(a)(1)(iii) (limiting ownership in a radio market with between 15 and 29 (inclusive) full-power, commercial and noncommercial radio stations, to not more than 6 commercial radio stations in total and not more than 4 commercial stations in the same service (AM or FM)).

<sup>&</sup>lt;sup>17</sup> See Opposition Statement.

5. In response to SSR's Opposition Statement, PRG argues that it is not barred from owning additional stations on the Island of Kauai because the requested allotments would be assigned to a non-Nielson radio market where the number of stations that may be owned by a licensee is determined by the overlapping 70 dBμ contours of a proponent's stations.¹8 Additionally, PRG states that the argument advanced by SSR deals with the "grantability" of the construction permit application filed by PRG, and does not address the "acceptability" of PRG's allotment request contained in the Counterproposal.¹9 PRG argues that the instant proceeding is at the allotment stage, not the construction permit stage, and all that is being examined is whether PRG's Counterproposal will provide for a preferential arrangement of allotments.²0

## III. DISCUSSION

- 6. Generally, conflicting proposals are considered on a comparative basis consistent with the FM allotment priorities where no alternate channels are available.<sup>21</sup> In this instance, however, we have determined that there are alternate channels available to accommodate the Lihue and Princeville allotment requests without the need for a comparative evaluation.<sup>22</sup> Specifically, a staff engineering analysis has revealed that Channel 296A can be allotted at Lihue in lieu of Channel 292A, which was proposed in the *Notice*. We find that the public interest would be served by allotting Channel 296A as the sixth local service to the community.<sup>23</sup> Because the conflict between the Lihue and Princeville proposals is eliminated with the allotment of Channel 296A at Lihue, we find that the public interest also would be served by allotting Channel 236C3 at Princeville as a first local service.<sup>24</sup> As discussed above, Princeville is listed as a CDP in the Census, and thus satisfies a minimum requirement for being considered a community for allotment purposes.<sup>25</sup> Additionally, Princeville has a post office, numerous retail establishments and restaurants, two banks, a grocery store, and a refuse transfer station that is restricted for Princeville residents.<sup>26</sup>
  - 7. We reject Petitioner's argument that the Princeville proposal should not be entertained

<sup>&</sup>lt;sup>18</sup> Reply to Opposition Statement at 2-3.

<sup>&</sup>lt;sup>19</sup> *Id*. at 2.

<sup>&</sup>lt;sup>20</sup> *Id.* at 2-3.

<sup>&</sup>lt;sup>21</sup> See supra note 6.

<sup>&</sup>lt;sup>22</sup> See, e.g., Pinewood, South Carolina, Memorandum Opinion and Order, 5 FCC Rcd 7609 (1990) (explaining that the Commission may consider alternate channels suggested by the parties or by the Commission staff to resolve conflicts between mutually exclusive proposals). Additionally, the *Notice* in this proceeding alerts interested parties that the filing of a counterproposal may lead the Commission to allot a different channel than was requested in the Petition. See Notice at para. 5.

<sup>&</sup>lt;sup>23</sup> A staff engineering analysis determines that Channel 296A at Lihue can be allotted consistent with the minimum distance separation requirements of the Commission's rules with a site restriction of 2.5 kilometers (1.6 miles) north of the community. The reference coordinates are 22-00-00 NL and 159-21-00 WL.

<sup>&</sup>lt;sup>24</sup> A staff engineering analysis determines that Channel 236C3 at Princeville can be allotted consistent with the minimum distance separation requirements of the Commission's rules with no site restriction. The reference coordinates are 22-12-00 NL and 159-30-00 WL.

<sup>&</sup>lt;sup>25</sup> See Revision of FM Assignment Policies and Procedures, Second Report and Order, 90 FCC 2d 88, 101, para. 33 (1982) (stating that the Commission has normally considered any incorporated place or any other place listed in the census reports as a community under section 307(b) of the Act).

<sup>&</sup>lt;sup>26</sup> See http://www.princeville.com.

because it would contravene the Commission's multiple ownership requirements.<sup>27</sup> It is established policy that we do not consider multiple ownership issues in conjunction with an allotment rulemaking proceeding. Rather, any potential multiple ownership issues are addressed after the allotment is subject to competitive bidding and a construction permit application is filed.<sup>28</sup> We also reject Petitioner's argument that the Counterproposal does not represent a *bona fide* expression of interest.<sup>29</sup> PRG is an interested party in this proceeding in that it has filed a counterproposal suggesting a mutually exclusive use for the channel proposed for Lihue and submitted the required filing fee. PRG also has stated its intent in the Counterproposal to apply for the channel if it is allotted and, if authorized, to build a station promptly. This is sufficient for acceptance of the Counterproposal. Accordingly, and in light of the foregoing, we will grant the Petition by allotting Channel 296A at Lihue and the Counterproposal by allotting Channel 236C3 at Princeville.

8. Paperwork Reduction and Regulatory Flexibility. The Commission has determined that the relevant provisions of the Regulatory Flexibility Act of 1980, as amended, do not apply to a rulemaking proceeding to amend the FM Table of Allotments, section 73.202(b) of the Commission's rules. This document does not contain information collection requirements subject to the Paperwork Reduction Act of 1995. In addition, therefore, it does not contain any proposed information collection burden "for small business concerns with fewer than 25 employees," pursuant to the Small Business Paperwork Relief Act of 2002.

## IV. ORDERING CLAUSES

9. Accordingly, IT IS ORDERED, that pursuant to authority found in 47 U.S.C. sections 4(i), 5(c)(1), 303(g) and (r), and 307(b) of the Communications Act of 1934, as amended, 47 U.S.C. §§ 154(i), 155(c)(1), 303(g), (r), and 307(b) and sections 0.61, 0.204(b), and 0.283 of the Rules, 47 CFR §§ 0.61, 0.204(b), and 0.283, effective **April 11, 2024**, the FM Table of Allotments, 47 CFR § 73.202(b), IS AMENDED, with respect to the community listed below, to read as follows:

<b>Community</b>	<u>Channel No.</u>
Lihue, Hawaii	296A
Princeville, Hawaii	236C3

- 10. The window period for filing applications for Channel 296A at Lihue, Hawaii, and Channel 236C3 at Princeville, Hawaii will not be opened at this time. Instead, the issue of opening this allotment for filing will be addressed by the Commission in a subsequent order.
- 11. IT IS FURTHER ORDERED, that the Petition for Rulemaking, RM-11951, filed by SSR Communications, Inc., IS GRANTED to the extent indicated above.
- 12. IT IS FURTHER ORDERED, that the Counterproposal of Pacific Radio Group, Inc., subsequently accepted as RM-11971, IS GRANTED to the extent indicated above.
- 13. IT IS FURTHER ORDERED, that the Commission will send a copy of this *Report and Order* in a report to Congress and the Government Accountability Office pursuant to the Congressional Review

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<sup>&</sup>lt;sup>27</sup> See 47 CFR § 73.3555(a)(1)(iii); Reply at 2-3; Opposition Statement at 2-3.

<sup>&</sup>lt;sup>28</sup> See, e.g., Detroit Lakes and Barnesville, Minnesota, and Enderlin, North Dakota, Memorandum Opinion and Order, 17 FCC Rcd 25055 (MB Dec. 16, 2002).

<sup>&</sup>lt;sup>29</sup> Reply at 2-3.

Act, see 5 U.S.C. § 801(a)(1)(A).

- 14. IT IS FURTHER ORDERED, that this proceeding IS TERMINATED.
- 15. For further information concerning this proceeding, contact Dana Bradford, Media Bureau, (202) 418-2700.

FEDERAL COMMUNICATIONS COMMISSION

Nazifa Sawez Assistant Chief, Audio Division Media Bureau