FCC COMMISSIONER AJIT PAI

AT IX TALLER INTERNACIONAL DE REGULACIÓN:
"TENDENCIAS Y RETOS DEL SECTOR TIC"

CARTAGENA DE INDIAS, COLOMBIA

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Overview

I. The Structure and Functions of the FCC

II. How the FCC Has Exercised Its Powers: Infrastructure and Spectrum Policies

III. Current Issues at the FCC

I. The FCC's Structure and Functions

- Independent agency
- Five Commissioners nominated by President, 5 year terms, only three from the President's political party

 Structure means more informed decisions, consensus

I. The FCC's Structure and Functions, continued

Scope of authority is broad

Congress intended to centralize authority

Especially important in era of convergence

I. The FCC's Structure and Functions, continued

 Multiple Bureaus and Offices assist Commissioners

- Bureaus: some focused on particular areas; some are general (like Enforcement Bureau)
- Offices: provide support, like legal advice (Office of General Counsel, Office of Engineering and Technology)

II. How the FCC Has Exercised Its Powers

Infrastructure

Spectrum

Infrastructure

- Wireless
- Wireline
- Cable
- Satellite
- Gigabit entry: Google and follow-on entrants

Infrastructure

How did this happen?

- United States regulatory framework: instead of control, a focus on giving private sector incentives to invest
- Remove barriers to infrastructure investment, rather than picking winners and losers

Infrastructure Example 1: Internet

- 20-year policy of "light-touch regulation"
 - o 2002: applied to cable
 - o 2005: applied to telephone
 - o 2007: applied to wireless
- Results:
 - 2001-2009, Americans with broadband jumped from 6% to 63%
 - Price of wireline broadband fell by 50%

Infrastructure Example 2: Video

• Early 2000s: entry was difficult

 FCC eased barriers to entry: convergence now reality

Infrastructure Example 3: Wireless

• "No en mi patio trasero"

• FCC streamlined regulatory requirements: "shot clock"

More to come: small cells, for instance

Spectrum

- Flexible use policy
- Competitive auctions: simple, transparent, market-driven
- Secondary market
- Disaggregation and partition

III. Current Issues at the FCC

- Freeing up more spectrum for mobile broadband
 - National Broadband Plan goals: 300 MHz by 2015, 500 MHz by 2020
 - H Block auction completed earlier this year
 - AWS-3 auction scheduled for later this year (65 MHz of spectrum in the 1695–1710 MHz, 1755–1780 MHz, and 2155–2180 MHz bands)
 - Broadcast television incentive auction in 2015 (600 MHz band)
 - o 5 GHz unlicensed spectrum: gigabit WiFi
- IP Transition

Conclusion

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