### PSOAs and Other Extreme Sports

#### 2013 Public Radio Super-Regional Meeting

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#### **PSOAs and Other Extreme Sports**

I. Collaborative Agreements we know and love

II. Public Service Operating Agreements (PSOAs)

## 1. Program/Network Affiliation Agreements

- Right to Preempt
- Right to Edit
- Exclusivity
- Termination

#### 2. Master Control Agreements

- Main studio rule
- Exit strategy
- In bed with a competitor?

# 3. Agreements to Outsource Underwriting, Accounting, Recruitment Functions

- Compliance with FCC underwriting policies
- Maintaining records for FCC and CPB

#### 4. Joint Production Agreements

- Who's in charge here?
- Who insures?
- Who controls the copyright?
- What distribution?

5. Joint Employment Agreements

#### II. PSOAs

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Call me a . . . Management Agreement,
Local Marketing Agreement, Time
Brokerage Agreement, Programming
Agreement, Joint Programming Agreement,
Public Radio Operating Agreement or Public
Service Operating Agreement ("PSOA")

#### **PSOAs**

But don't call me a "Lease"

## Why?

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#### The relevant FCC Rules:

## 73.503(c) and 73.622(e), whatever they mean

"A noncommercial educational ... station may broadcast programs produced by or at the expense of, or furnished by persons other than the licensee, if no other consideration than the furnishing of the program and the costs incidental to its production and broadcast are received by the licensee. The payment of line charges by another station, network, or someone other than the licensee of a noncommercial educational ... station, or general contributions to the operating costs of a station, shall not be considered as being prohibited by this paragraph."

### The KUSF Decision

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#### Whatever it means

Order and Consent Decree: <a href="http://tinyurl.com/ljq3p3f">http://tinyurl.com/ljq3p3f</a>

Media Bureau Statement: <a href="http://tinyurl.com/k7vlclx">http://tinyurl.com/k7vlclx</a>

#### **Regulatory Basics for PSOAs**

(12)

#### Main studio requirements

- Location
- 2. Staffing
- 3. Technical capabilities

#### **Regulatory Basics for PSOAs**

(13)

#### Control

- 1. Programming
- 2. Personnel
- 3. Finances and facilities

#### **PSOAs: Staying In, Getting Out**

## Exit Strategy

#### Term and Termination Rights

- Short-term
- Long-term
- Option to extend
- Option to buy

(15)

#### License

- a. Pro Retain license
- b. Con Retain Licensee responsibilities

(16)

#### Money

- a. Pro Reduce or eliminate subsidy
- b. Con Still incur most costs,
   even if reimbursed, but cannot make a profit

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#### Legal Compliance

- a. Pro Reduce regulatory responsibilities
- b. Con Retain ultimate responsibility for FCC and CPB

compliance

18)

#### Financial Reporting

- a. Pro Simplify accounting
- b. Con Maybe not



#### **Regulatory Certainty**

- a. Pro Ground rules clearer after KUSF
- b. Con Remaining

uncertainties:

third party

fundraising, definition of "costs," personnel requirements, renewal "expectancy"

#### **PSOAs and Other Extreme Sports**



#### Two pros (no con):

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