

**Consumer Federation of America** 

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## STATEMENT OF DR. MARK COOPER DIRECTOR OF RESEARCH, CONSUMER FEDERATION OF AMERICA ON THE NATIONAL BROADBAND PLAN

## GETTING STARTED: SIGNIFICANT FIRST STEPS TO REDUCE DIGITAL EXCLUSION AND PROMOTE DIGITAL EVOLUTION IN AMERICA

Over the course of the past year the Consumer Federation of America has urged the Federal Communications Commission to take a pragmatic, real world approach to the urgent national problem of making a world-class broadband network truly universal in America. With one-third of U.S. households now three generations behind in technology adoption and the U.S. lagging other advanced industrial nations, achieving universal service would not only be an immense benefit to those households, it would provide a powerful boost to the economy.

We see today's National Broadband Plan report to congress as a significant first step in the right direction. It strikes a good balance between what needs to be done in the long-term and what can be done in the immediate future. Given the complete absence of policies to address the digital divide and promote competition in broadband in the past decade, this is an ambitious agenda and a good starting point for responding to the challenge confronting the U.S. communications network.

The fact that the Federal Communications Commission intends to quickly launch dozens of proceedings to implement these first steps is good news. In a democracy of 300 million people we must live by the rule of law. To change society, we must change the rules. To change the rules, we must have rulemakings that comply with the Administrative Procedures Act. Above all, that means the public should have the chance to comment on the actual rules that will be implemented. It would have been inappropriate for the FCC to present detailed policy prescriptions without a full hearing record developed in individual proceedings. There will certainly be lots of devils in the details, but the more rulemakings and the sooner they get started, the better.

The fact that this moderate proposal has been attacked by industry-funded think tanks only serves to remind us that even the most modest proposals to promote the public interest, protect consumers and help ordinary Americans meet their need for every day necessities in an affordable manner is unacceptable to the corporations that dominate the industry.

The Consumer Federation of America (CFA) is an advocacy, research, education and service organization made up of 300 nonprofits from across the United States. CFA has provided consumers a well-reasoned and articulate voice in decisions that affect their lives since 1968. CFA's professional staff gathers facts, analyzes issues, and disseminates information to the public, policymakers, and rest of the consumer movement.

## PUBLIC INTEREST ASSESSMENT OF THE NATIONAL BROADBAND PLAN

Recommendation	<b>Plan Action</b>	Recommendation	<b>Plan Action</b>
General Approach		Spectrum	
Identify the problem	Good start	Expand unlicensed	Weak mention
Recognize policies needed	Good start	Develop secondary markets	Mention
		Enforce use it or lose it	No mention
Universal Service		Public service conditions	Weak mention
Adopt adequate facility Std.	Good start	Promote middle mile access	Good start
Use High Cost fund	Good start	Data roaming	Good Start
Use Lifeline-linkup funds	Good start	-	
Expand USF base	Mention	Community-focused Activity	
Address middle mile costs	Good start	Create local hotspots	Ongoing
Target grants and loans	Mention	Develop digital literacy	Mention
Adopt least cost approach	No mention	Leverage anchor institutions	Good start
Reform USF	Good start	Reform middle mile	Mention
<b>Competition</b>		<b>Consumer Protection</b>	
Advance network neutrality	Ongoing	Transparency	Mention
Improve access to facilities	Weak mention	Privacy	Mention
Open devices	Ongoing		
Open set top boxes	Good start		
Collect/Analyze Data	Weak mention		