application under the competitive bidding rules, the SMSA portion will be excluded from auction and the incumbent licensee will retain the exclusive right to those channels within the SMSA.

[65 FR 59360, Oct. 5, 2000, as amended at 69 FR 44608, July 27, 2004]

§ 101.525 24 GHz system operations.

- (a) A licensee using the 24 GHz band may construct and operate any number of fixed stations anywhere within the area authorized to serve without prior authorization, except as follows:
- (1) A station would be required to be individually licensed if:
- (i) International agreements require coordination;
- (ii) Submission of an Environmental Assessment is required under §1.1307 of this chapter:
- (iii) The station would affect areas identified in §1.924 of this chapter.
- (2) Any antenna structure that requires notification to the Federal Aviation Administration (FAA) must be registered with the Commission prior to construction under §17.4 of this chapter.
- (b) Whenever a licensee constructs or makes system changes as described in paragraph (a)(1) of this section, the licensee is required to notify the Commission within 30 days of the change under §1.947 of this chapter and include a statement of the technical parameters of the changed station.

[65 FR 59360, Oct. 5, 2000, as amended at 69 FR 17959, Apr. 6, 2004]

§ 101.526 License term.

The license term for stations licensed under this subpart is ten years from the date of license grant or license renewal for incumbent licensees.

[65 FR 59360, Oct. 5, 2000]

§ 101.527 Construction requirements for 24 GHz operations.

(a) Each licensee must make a showing of "substantial service" within ten years of its license grant. A "substantial service" assessment will be made at renewal pursuant to the provisions and procedures set forth in §1.949 of this chapter. "Substantial service" is a service which is sound, favorable, and

substantially above a level of mediocre service which just might minimally warrant renewal during its past license term.

- (b) Each licensee must, at a minimum file:
- (1) A report, maps and other supporting documents describing its current service in terms of geographic coverage and population served to the Commission. The report must also contain a description of the licensees' investments in its operations. The report must be labeled as an attachment to the renewal application; and
- (2) Copies of all FCC orders finding the licensee to have violated the Communications Act or any FCC rule or policy; and a list of any pending proceedings that relate to any matter described in this paragraph (b)(2).
- (c) Failure to demonstrate that substantial service is being provided in the service area will result in forfeiture of the license, and the licensee will be unable to regain it.
- (d) The frequencies associated with incumbent authorizations, licensed on a SMSA basis, that have cancelled automatically or otherwise been recovered by the Commission will automatically revert to the applicable EA licensee.

[65 FR 59360, Oct. 5, 2000]

§101.529 Renewal expectancy criteria for 24 GHz licenses.

- (a) A renewal applicant involved in a renewal proceeding shall receive a preference, commonly referred to as a renewal expectancy, that is the most important factor to be considered in the proceeding as long as the applicant's past record for the relevant license period demonstrates that:
- (1) The renewal applicant has provided ''substantial service'' pursuant to $\S\,101.527$; and
- (2) The renewal applicant has substantially complied with applicable FCC rules, policies, and the Communications Act of 1934, as amended.
- (b) In order to establish its right to a renewal expectancy, a licensee in the 24 GHz service involved in a renewal proceeding must submit a showing explaining why it should receive a renewal expectancy. At a minimum, this showing must include:

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- (1) A description of how the licensee has complied with the "substantial service" requirement; and
- (2) Copies of all FCC orders finding the licensee to have violated the Communications Act or any FCC rule or policy; and a list of any pending proceedings that relate to any matter described in this paragraph (b)(2).
- (c) In making its showing of entitlement to a renewal expectancy, a renewal applicant may claim credit for any system modification applications that were pending on the date it filed its renewal application. Such credit will not be allowed if the modification application is dismissed or denied.

[65 FR 59361, Oct. 5, 2000]

§101.531 [Reserved]

§ 101.533 Regulatory status.

- (a) *Initial applications*. An applicant for a 24 GHz license must specify on FCC Form 601 if it is requesting authorization to provide services on a common carrier basis, a non-common carrier basis, or on both a common carrier and non-common carrier basis.
- (b) Amendment of pending applications. Any pending application may be amended to:
- (1) Change the carrier status requested; or
- (2) Add to the pending request in order to obtain both common carrier and non-common carrier status in a single license.
- (c) *Modification of license*. A licensee may modify a license to:
- (1) Change the carrier status authorized; or
- (2) Add to the status authorized in order to obtain both common carrier and non-common carrier status in a single license.

[65 FR 59361, Oct. 5, 2000]

§ 101.535 Geographic partitioning and spectrum aggregation/disaggregation.

(a) Eligibility. (1) 24 GHz licensees may apply to the Commission to partition their licensed geographic service areas to eligible entities and are free to determine the portion of their service areas to be partitioned. 24 GHz licensees may aggregate or disaggregate

their licensed spectrum at any time following the grant of a license.

- (2) Any existing frequency coordination agreements shall convey with the assignment of the geographic area or spectrum, and shall remain in effect unless new agreements are reached.
- (b) Technical standards—(1) Aggregation. There is no limitation on the amount of spectrum that a 24 GHz licensee may aggregate.
- (2) Partitioning. In the case of partitioning, applicants and licensees must file FCC Form 603 pursuant to §1.948 of this chapter and list the partitioned service area on a schedule to the application. The geographic coordinates must be specified in degrees, minutes, and seconds to the nearest second of latitude and longitude and must be based upon the 1983 North American Datum (NAD83).
- (3) Disaggregation. Spectrum may be disaggregated in any amount. A licensee need not retain a minimum amount of spectrum.
- (4) Combined partitioning and disaggregation. The Commission will consider requests for partial assignment of licenses that propose combinations of partitioning and disaggregation.
- (c) *License term.* The license term for a partitioned license area and for disaggregated spectrum shall be the remainder of the original licensee's license term as provided for in §101.526.
- (d) Construction requirements. Applications requesting approval for partitioning or disaggregation must include a certification by each party stating that one or both parties will satisfy the construction requirement set forth in §101.529. Failure by a party to meet its respective construction requirement will result in the automatic cancellation of its license without further Commission action.

[65 FR 59361, Oct. 5, 2000, as amended at 67 FR 46379, July 9, 2002]

§ 101.537 24 GHz band subject to competitive bidding.

Mutually exclusive initial applications for 24 GHz band licenses are subject to competitive bidding. The general competitive bidding procedures set