

# NNOUNCEMENT

from the Copyright Office, Library of Congress, 101 Independence Avenue, S.E., Washington, D.C. 20559-6000

ANNOUNCEMENT OF THE SCHEDULE FOR THE PROCEEDING.

## DETERMINATION OF THE DISTRIBUTION OF THE 1991 CABLE ROYALTIES IN THE MUSIC CLAIMANTS CATEGORY

The following excerpt is taken from Volume 62, Number 189 of the Federal Register for Tuesday, September 30, 1997 (p. 51162-51163)

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Copyright Office

[Docket No. 94-3 CARP CD 90-92]

Determination of the Distribution of the 1991 Cable Royalties in the Music Claimants Category

AGENCY: Copyright Office, Library of Congress.

**ACTION:** Announcement of the schedule for the proceeding.

**SUMMARY:** The Copyright Office of the Library of Congress is announcing the schedule for the 180 day arbitration period for the Copyright Arbitration Royalty Panel (CARP) proceeding that shall determine the distribution of the cable royalty fees in the Music Claimants category which were collected for secondary transmissions of broadcast signals during 1991 pursuant to a compulsory license.

**DATES:** Filings must be submitted according to the announced schedule, except as otherwise provided by order of the Copyright Arbitration Royalty Panel.

ADDRESSES: Parties shall deliver an original and five copies of all written filings concerning this proceeding to: Office of the Copyright General Counsel, James Madison Memorial Building, Room 403, First and Independence Avenue, S.E., Washington, D.C. 20540.

FOR ADDITIONAL INFORMATION: William Roberts, Senior Attorney, or Tanya Sandros, Attorney Advisor, at: Copyright Arbitration Royalty Panel (CARP), P.O. Box 70977, Southwest

Station, Washington, D.C. 20024. Telephone: (202) 707-8380. Telefax: (202) 707-8366. (202) 707-8380. Telefax (202) 707-8366.

#### SUPPLEMENTARY INFORMATION:

A. Background

On February 15, 1996, the Library of Congress published a notice requesting interested parties to comment on the existence of Phase II controversies for the distribution of the 1990, 1991, and 1992 cable royalty funds. 61 FR 6040 (February 15, 1996). The parties who filed comments and Notices of Intent to Participate identified two unsettled categories that would require resolution before a CARP. The first controversy, between James Cannings and Broadcast Music, Inc., the American Society of Composers, Authors and Publishers, and SESAC, Inc. (collectively, "the Music Claimants"), concerns the distribution of the 1991 royalty funds in the Music Claimants category and is the subject of the current proceeding. The second controversy, however, between the National Association of Broadcasters (NAB) and the Public Broadcasting Service (PBS), has been resolved through further negotiation. On June 3, 1997, NAB and PBS notified the Copyright Office that they had reached settlement concerning all matters related to their Phase II dispute over the distribution of the 1990-1992 royalty funds, leaving a single dispute for resolution by a CARP.

The parties in the remaining controversy conducted precontroversy discovery according to the schedule which the Register of Copyrights established by order for this 45-day period. See Order in Docket No.

94-3 CRP CD 90-92 (February 14, 1997), vacated and reset at the request of the Music Claimants, Order in Docket No. 94-3 CARP CD 90-92 (May 21, 1997). Then, on August 28, 1997, the Copyright Office published a notice initiating the 180 day period for this proceeding. 62 FR 45687 (August 28, 1997). In this notice, the Office also announced September 4, 1997, as the date of the first meeting between the arbitration panel and the parties. However, due to scheduling conflicts, the parties agreed to reschedule the meeting for September 10, 1997. The Office further announced that it would publish a schedule of the proceedings, as required by 37 CFR 251.11(b), when it became available.

Section 251.11(b) of the regulations governing the Copyright Arbitration Royalty Panels, 37 CFR subchapter B, provides that:

At the beginning of each proceeding, the CARP shall develop the original schedule of the proceeding which shall be published in the Federal Register at least seven calendar days in advance of the first meeting. Such announcement shall state the times, dates, and places of the meetings, the testimony to be heard, whether any of the meetings, or any portion of a meeting, is to be closed, and if so, which ones, and the name and telephone number of the person to contact for further information.

This notice fulfills those requirements of Sec. 251.11(b) for the proceeding to determine the distribution of the 1991 cable royalty fees in the Music Claimants category.

### B. The Schedule

On September 10, 1997, the parties to this proceeding met with the arbitrators for the purpose of setting a schedule and discussing the procedural aspects of this proceeding. A key procedural issue before the panel which required action by the panel at the outset of the proceeding was consideration of the issue designated to the CARP by the Register of Copyrights of whether to suspend formal hearings and make the determination as to the distribution of the 1991 cable royalty fees on the written pleadings. See Order in Docket No. CARP CD 90-92 (August 15, 1997). After hearing argument from all parties, the panel announced its decision to waive the requirement of oral evidentiary hearings and proceed upon the written record alone. The panel stated its reasons for this decision and the specifics of the agreed upon schedule for the proceeding in a written order, as follows:

Upon consideration of the issue designated to the CARP by the Register of Copyrights of whether to suspend formal hearings and decide the controversy as to the Phase II distribution of the 1991 cable royalty fund on the written pleadings, and after hearing the arguments of all parties, the Panel has determined that for good cause shown it is in the public interest to waive the requirement of an oral evidentiary hearing and to proceed on the written pleadings along, provided that those pleadings are supplemented by written rebuttal cases, proposed findings of fact and conclusions of law, and reply findings of fact and conclusions of law.

Accordingly, and with the consent of all parties, the following procedural schedule

is hereby established:

1. Mr. Cannings will provide to BMI by September 17, 1997, his request for a sample of WWOR-TV music cue sheets for 1991, as granted by Ruling No. 3 in the Register's Order dated August 15, 1997.

BMI will make such sample cue sheets available to Mr. Cannings for inspection and copying on or before

October 1, 1997.

- 3. Written rebuttal cases are to be filed on October 30, 1997. Any study or analysis shall be accompanied by the information specified in Rule Sec. 251.48 (e) and (f), and all underlying data and tabulations shall be made available as discovery that same date to opposing parties. No other discovery will be allowed.
- 4. Any motions addressed to rebuttal cases shall be filed on November 7, 1997. Responses shall be filed on November 19, 1997, and any replies on November 26, 1997.
- 5. Proposed findings of fact and conclusions of law are to be filed December 5, 1997.
- Reply findings of fact and conclusions of law are to be filed December 19, 1997.

Order, Docket No 94-3 CARP CD 90-92 (September 16, 1997).

At this time, the parties have not moved to close any portion of the proceeding to the public. Further refinements to the schedule will be announced in open meetings and issued as orders to the parties participating in the proceeding. All changes will be noted in the docket file of the proceeding, as required by the Copyright Office regulations governing the administration of CARP proceedings. 37 CFR 251.11(c).

Dated: September 25, 1997. Nanette Petruzzelli, Acting General Counsel.

[FR Doc. 97-25890 Filed 9-29-97; 8:45 am]

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