

Government of Canada

Gouvernement du Canada





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### 1.1 Copyright and the Government of Canada

- Copyright falls within exclusive federal jurisdiction.
- The Copyright Act was enacted in 1924 but has been amended substantially since then.
- The Act is administered by Industry Canada but Canadian Heritage and Industry Canada share responsibility for the formulation of copyright policy.

### 2.1 What is copyright?

- Copyright is one type of intellectual property right.
- Other types of intellectual property include trade-marks, patents, confidential information, trade secrets, and industrial designs.
- Copyright protects the "expression" of ideas (not ideas themselves).
  - E.g. the idea for a story will not be subject to protection, but the "expressed" or written story will be.

### 2.2 How does a work become protected?

- Copyright arises automatically upon the:
  - creation of an original work that;
  - has been fixed in a material form.
- It is unnecessary to mark a work with © for it to be protected.
- A creator <u>may</u> register the work with the Canadian Intellectual Property Office to:
  - provide evidence that the registered person is the copyright owner;
  - help ensure the availability of a full range of remedies.

### 2.3 Which works are protected by copyright?

- Copyright protects works belonging to four broad categories:
  - Literary: books, newspapers, articles, poems, software;
  - Dramatic: television series, films, videos, plays, operas;
  - Musical: musical compositions (with or without words);
  - Artistic: paintings, photographs, sculptures, architectural works, works of artistic craftsmanship, engravings and stamps.

## 2.4 Other categories of works

- Although all works fall into one of the four categories listed on the previous slide, some types of works have special rules that apply to them:
  - Derivative Works: translations, adaptations;
  - Collective Works: creative input from more than one person;
  - Compilation of Works: non-original databases, Web sites, encyclopaedias, etc.

### 2.5 Neighbouring rights

- The Copyright Act also provides for "neighbouring rights" (or related rights).
- These rights protect:
  - Performers' performances;
  - Producers' sound recordings; and
  - Broadcasters' communication signals.

### 3.1 What type of rights are available?

- The Copyright Act provides both "economic" and "moral" rights.
- Economic rights grant the copyright owner the exclusive right to:
  - reproduce the work;
  - · perform the work in public;
  - communicate the work to the public by telecommunication;
  - publicly exhibit the work (applies only to artistic works); and
  - authorize any or all of these.
- Generally, these rights are « technologically neutral » as they also apply to works available on the Internet.

# 3.1 What types of rights are available? (continued)

- Moral rights protect the author's honour and reputation.
- Three categories:
  - Right of attribution
    - · To claim authorship or remain anonymous;
  - Right of integrity
    - To prevent prejudicial changes to a work;
  - Right of association
    - To prevent prejudicial uses of a work in association with a product, service, cause or institution.
- In the current Act, moral rights are only associated with authors (and not with "neighbours").
- Moral rights cannot be licensed or assigned, but can be waived.

## 4.1 Who owns the copyright in a work and for how long?

- The general rule is that the author is the first owner of the copyright, with the exception of:
  - Photographs: the owner of the original plate (film) is considered to be the copyright owner;
  - Commissioned photographs and portraits: copyright belongs to the party that commissioned the work;
  - Crown works: the Crown holds copyright on works created by employees in the course of their work;
  - Works created by employees in the course of their work: unless agreed otherwise, the
    employer is the owner of the copyright.
- In most cases, copyright protection exists from the moment of a work's creation, and for a period of 50 years following the death of the author. When the copyright term expires, works are said to fall into the "public domain."

# 4.2 Assignments and licences of copyright

#### Copyright owners may allow others to use their work:

- in its entirety or partially;
- only in certain regions;
- for a specified duration;
- in certain media; or
- in relation to certain types of rights.

#### There are two ways of doing so:

- Licences: the owner retains his/her rights but grants permission (exclusive or not) for a third party to use his/her work (once or for a specified duration);
- Assignments: involve a change in ownership for the rights.

# 4.3 How is copyright managed?

- Licences can be granted on an individual or collective basis:
  - Individual: the right holder (or his agent) negotiates the use of the work.
  - Collective: right holders as a group grant a licence (most usually with institutional users, such as schools or broadcasters).
- The Act encourages and sometimes requires collective licensing.
- Collective licensing lowers transaction costs, facilitates access to works, as well as the management of rights for individuals.
- Tariffs, which include royalty rates for compensation, are approved by the Copyright Board of Canada, a quasi-judicial regulatory body which operates at arm's length from the Government.

### **5.1 Exceptions**

- The Copyright Act sets exceptions or limits to rights created.
- These exceptions permit certain copyrighted works to be used without the owner's consent, for example:
  - fair dealing (private study, research, criticism, review or news reporting);
  - limited exceptions for schools, libraries, archives, museums and persons with a perceptual disability;
  - compulsory licence for retransmission of broadcast signals;
  - copying of music for private use.

### 5.2 Infringement and remedies

- Copyright infringement occurs when a person, without the consent of the copyright owner, does anything that only the copyright owner can do according to the Copyright Act.
- The Copyright Act provides for both civil remedies and criminal penalties for copyright infringement:
  - Civil remedies
    - Injunctions, compensatory damages, statutory damages;
  - Criminal penalties
    - Used for commercial dealings in copyright goods, e.g. infringement by a manufacturer, a wholesaler or an importer.

#### 6.1 International aspects

- Canada is a member of several international instruments related to intellectual property:
  - The Berne Convention for the Protection of Authors of Literary and Artistic Works;
  - The Rome Convention for the Protection of Performers, Producers of Phonograms and Broadcasting Organizations;
  - The Agreement on Trade-Related Aspects of Intellectual Property Rights (World Trade Organization);
  - The North American Free Trade Agreement;
  - Bilateral trade agreements generally include obligations related to intellectual property.

### 6.1 International aspects (continued)

- Foreign nationals are afforded copyright protection in Canada, and Canadians are provided similar rights in foreign jurisdictions, i.e. national treatment.
- Canada signed the two World Intellectual Property Organization (WIPO)
   Internet Treaties negotiated in 1996:
  - The WIPO Copyright Treaty (WCT)
  - The WIPO Performances and Phonograms Treaty (WPPT).
- ... but has not ratified them; amendments to the Act are needed to do so.
- Both treaties (WCT and WPPT) touch on rights in the <u>digital environment</u>, 1) of authors of literary and artistic works; and 2) of performers of music and producers of phonograms (sound recordings).

#### 7.1 Copyright Act Reform in Canada - A history

- Since 1924, the Copyright Act has been amended several times for various reasons:
  - International developments
    - Canada agreed to assume new obligations (often within the framework of free-trade agreements, such as NAFTA).
  - Technological change
    - Although the rights established by the Act are of general application, updates to the Act were deemed necessary to take into account new technologies.
- Two important reforms since 1924.
- 1988: First stage included:
  - Legal protection for computer programs (as literary works);
  - Clarification and expansion of moral rights;
  - Elimination of mandatory licensing for the reproduction of musical works;
  - Introduction of a new procedure for licensing of orphan works;
  - Introduction of new rights for creators of artistic works related to the public exhibition of their work;
  - Increased criminal penalties;
  - Recognition of collective societies by a reengineered Copyright Board.

## 7.1 Copyright Act Reform in Canada – A history (continued)

#### 1997: Second stage (C-32) included:

- Entitling performers and producers of sound recordings to receive royalties for the public performance or broadcast of their performances or sound recordings, such as in bars and restaurants;
- Creation of a private copying remuneration regime (levy on blank audio recording media);
- Legal protection to Canadian distributors of books having agreements for exclusive distribution in the Canadian market;
- Introduction of new exceptions for educational institutions, libraries, archives and museums, broadcasters and to persons with a perceptual disability;
- Statutory damages to improve the implementation of the Copyright Act.

## 7.1 Copyright Act Reform in Canada – A history (continued)

#### Recent Bills

- 2003: C-48: Internet retransmissions excluded from the compulsory licencing regime for the retransmission of television signals. Adopted.
- 2005: C-60: Implementation of provisions of the WIPO treaties, liability of Internet service providers, exceptions for education sector, photographers considered as authors. Died on the Order Paper.
- 2006: C-59: Made recording of movies in movie theatres a criminal offence. Adopted.
- 2008: C-61: Implementation of provisions of the WIPO treaties, liability of Internet service providers, exceptions for education sector, photographers considered as authors, exceptions for personal/private uses. Died on the *Order Paper*.

#### 8.1 Who are the stakeholders?

#### Polarized and highly charged environment:

- Today, many are interested in copyright, but have limited knowledge;
- Movement toward explicit recognition of « user rights »;
- Now, almost everyone is affected by copyright, whereas in the past interest in copyright used to be limited to those directly in the field.

### In general, five categories of interveners can be identified:

- 1) Right holders;
- 2) Users;
- 3) Intermediaries;
- 4) Provinces and territories;
- 5) International community.

# 8.1 Who are the stakeholders? (continued)

#### Right holders:

- Some are preoccupied by the complexity of clearing existing rights in the Act, and others are looking for new rights; all are opposed to exceptions. Interests and positions can diverge significantly.
  - <u>Authors</u>: Union nationale des écrivaines et des écrivains du Québec (UNEEQ), Writers Union of Canada (WUC);
  - <u>Producers/publishers</u>: Association nationale des éditeurs de livres (ANEL), Canadian Recording Industry Association (CRIA);
  - <u>Artists associations</u>: Union des artistes (UDA), Alliance of Canadian Cinema, Television and Radio Artists (ACTRA).

# 8.1 Who are the stakeholders? (continued)

#### Users:

- Are looking to use often without having to pay or to obtain authorization as much copyright material as possible;
- Seek to maintain and expand exceptions and the recognition in law of "user rights";
- Major user groups include:
  - educational institutions;
  - · libraries, museums, archives;
  - groups/academics speaking on behalf of the "public interest."

### 8.1 Who are the stakeholders? (continued)

#### Intermediaries:

- Internet service providers do not want to be held responsible for activities of users of their networks;
- Broadcasters (who are also copyright owners and users) hope for a reduction of their compensation obligations.

#### Provinces and territories:

- The Copyright Consortium of the Council of Ministers of Education, excluding Quebec, call for new exceptions for education;
- Quebec is opposed to exceptions and advocates stronger rights for creators.

#### International community (United States, G8, Security and Prosperity Partnership of North America):

 Wants Canada to ratify the WIPO treaties and afford vigorous protections for the benefit of right holders.