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LEGISLATIVE HISTORY CHECKLIST Compiled by the NJ State Law Library							
	NJSA: 2C:21-21; 2A:111-52 to 2A			:111-55		(''New Jersey Anti-Piracy Act'')	
	LAWS OF: 1991			CHAPTER: 125			
	Bill No: A4232						
	Sponsor(s): Ford						
	Date Introduced: December 3, 1990 Committee: Assembly: Judiciary, Law, Public Safety & Defense						
Senate:						•	
	Amended during passage:			No	Committee Substitute enacted		
	Date of Passage: Assembly:		February 28, 1991				
		Se	enate:	March 14,	1991		
I	Date of Approval: April 25, 1991						
Following statements are attached if available:							
S	Sponsor statement:			Yes			
(Committee Stat	ement:	: Assembly:	Yes		-	
			Senate:	No			
F	iscal Note:			No			
Veto Message:			No		1 · · · · · · · · · · · · · · · · · · ·		
Message on signing:				No			
F	ollowing were	printe	d:				
R	eports:			No			
H	earings:			No			

KBG/SLJ

ASSEMBLY COMMITTEE SUBSTITUTE FOR ASSEMBLY, No. 4232

STATE OF NEW JERSEY

ADOPTED FEBRUARY 21, 1991

Sponsored by Assemblywoman FORD

AN ACT concerning the commercial trade in unlawful recorded
 devices, supplementing Title 2C of the New Jersey Statutes
 and repealing N.J.S.2A:111-52 through N.J.S.2A:111-55.

5 BE IT ENACTED by the Senate and General Assembly of the 6 State of New Jersey:

7 1. a. This act shall be known and may be cited as the "New8 Jersey Anti-Piracy Act."

b. As used in this act:

(1) "Sound recording" means any phonograph record, disc,
tape, film, wire, cartridge, cassette, player piano roll or similar
material object from which sounds can be reproduced either
directly or with the aid of a machine.

(2) "Owner" means (a) the person who owns the sounds fixed in
any master sound recording on which the original sounds were
fixed and from which transferred recorded sounds are directly or
indirectly derived; or (b) the person who owns the rights to record
or authorize the recording of a live performance.

(3) "Audiovisual work" means any work that consists of a
series of related images which are intrinsically intended to be
shown by the use of machines or devices such as projectors,
viewers, or electronic equipment, together with accompanying
sounds, if any, regardless of the nature of the material object,
such as film or tape, in which the work is embodied.

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c. A person commits an offense who:

(1) Knowingly transfers, without the consent of the owner, any
sounds recorded on a sound recording with intent to sell the sound
recording onto which the sounds are transferred or to use the
sound recording to promote the sale of any product, provided,
however, that this paragraph shall only apply to sound recordings
initially fixed prior to February 15, 1972.

32 (2) Knowingly transports, advertises, sells, resells, rents, or
33 offers for rental, sale or resale, any sound recording or
34 audiovisual work that the person knows has been produced in
35 violation of this act.

36 (3) Knowingly manufactures or transfers, directly or indirectly
37 by any means, or records or fixes a sound recording or audiovisual
38 work, with the intent to sell or distribute for commercial
39 advantage or private financial gain, a live

40 performance with the knowledge that the live performance has
41 been recorded or fixed without the consent of the owner of the

1 live performance.

2 (4) For commercial advantage or private financial gain, 3 knowingly advertises or offers for sale, resale or rental, or sells, 4 resells, rents or transports, a sound recording or audiovisual work 5 or possesses with intent to advertise, sell, resell, rent or transport any sound recording or audiovisual work, the label, 6 7 cover, box or jacket of which does not clearly and conspicuously disclose the true name and address of the manufacturer, and, in 8 9 the case of a sound recording, the name of the actual performer 10 or group.

d. Notwithstanding the provisions of subsection b. of
 N.J.S.2C:43-3:

(1) Any offense set forth in this act which involves at least
1,000 unlawful sound recordings or at least 65 audiovisual works
within any 180 day period shall be punishable as a crime of the
third degree and a fine of up to \$250,000 may be imposed.

17 (2) Any offense which involves more than 100 but less than 18 1,000 unlawful sound recordings or more than 7 but less than 65 19 unlawful audiovisual works within any 180 day period shall be 20 punishable as a crime of the third degree and a fine of up to 21 \$150,000 may be imposed.

22 (3) Any offense punishable under the provisions of this act not described in paragraphs (1) or (2) of this subsection shall be 23 punishable for the first offense as a crime of the fourth degree 24 and a fine of up to \$25,000 may be imposed. For a second and 25 subsequent offense pursuant to this paragraph, a person shall be 26 27 guilty of a crime of the third degree. A fine of up to \$50,000 may be imposed for a second offense pursuant to this paragraph 28 29 and a fine of up to \$100,000 for a third and subsequent offense may be imposed. 30

e. All unlawful sound recordings and audiovisual works and any
equipment or components used in violation of the provisions of
this act shall be subject to forfeiture in accordance with the
procedures set forth in chapter 64 of Title 2C of the New Jersey
Statutes.

f. The provisions of this act shall not apply to:

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(1) Any broadcaster who, in connection with or as part of a
radio or television broadcast transmission, or for the purposes of
archival preservation, transfers any sounds or images recorded on
a sound recording or audiovisual work;

41 (2) Any person who, in his own home, for his own personal use,
42 and without deriving any profit, transfers any sounds or images
43 recorded on a sound recording or audiovisual work.

2. N.J.S.2A:111-52 through N.J.S.2A:111-55 are repealed.

3. This act shall take effect on the 60th day after enactment.

CRIMINAL JUSTICE

49 Revises the criminal laws pertaining to piracy of sound recordings50 and recorded devices.

ASSEMBLY, No. 4232

STATE OF NEW JERSEY

INTRODUCED DECEMBER 3, 1990

By Assemblywoman FORD

AN ACT concerning the commercial trade in unlawful recorded

and repealing N.J.S.2A:111-52 through N.J.S.2A:111-55.

devices, supplementing Title 2C of the New Jersey Statutes

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4 5 BE IT ENACTED by the Senate and General Assembly of the 6 State of New Jersey: 7 1. a. This act shall be known and may be cited as the "New 8 Jersey Anti-Piracy Act". b. As used in this act: 9 "Sound recording" means any phonograph record, disc, 10 (1)tape, film, wire, cartridge, cassette, player piano roll or similar 11 material object from which sounds can be reproduced either 12 directly or with the aid of a machine. 13 14 (2) "Owner" means (1) the person who owns the sounds fixed in any master sound recording on which the original sounds were 15 fixed and from which transferred recorded sounds are directly or 16 indirectly derived; or (2) the person who owns the rights to record 17 18 or authorize the recording of a live performance. (3) "Recorded device" means any phonograph record, audio or 19 video disc, audio or video tape, film, wire, cartridge, and audio or 20 21 video cassette, player piano roll or similar material object now known or later developed on which sounds or images are or can be 22 recorded or otherwise stored, or any copy or reproduction which 23 24 duplicates, in whole or in part, the original. c. A person commits an offense who: 25(1) Knowingly transfers or causes to be transferred, without 26 the consent of the owner, any sounds recorded on a sound 27 28 recording with intent to sell or cause to be sold the recorded device on to which the sounds are transferred or to use the 2930 recorded device to promote the sale of any product, provided, 31 however, that this paragraph shall only apply to sound recordings initially fixed prior to February 15, 1972. 32 33 (2) Knowingly transports, advertises, sells, resells, rents, or offers for rental, sale or resale, or causes to be transported, 34 35 advertised, sold or rented that recorded device that the person knows or reasonably should have known has been produced in 36 37 violation of this act. Knowingly manufactures, transfers or causes to be 38 (3) manufactured or transferred, directly or indirectly by any means, 39 or records or fixes or causes to be recorded or fixed on any 40 recorded device, with the intent to sell or distribute for 41 commercial advantage or private financial gain, a live 42

performance with the knowledge that the live performance has
 been recorded or fixed without the consent of the owner of the
 live performance.

4 (4) For commercial advantage or private financial gain, 5 knowingly advertises or offers for sale. resale or rental, or sells, resells, rents or transports, or causes to be sold, resold, rented or 6 7 transported, or possesses for any of these purposes any recorded 8 device, the label, cover, box or jacket of which does not clearly and conspicuously disclose the true name and address of the 9 10 manufacturer, and, in the case of audio recorded devices, the name of the actual performer or group. 11

d. Notwithstanding the provisions of subsection b. of
N.J.S.2C:43-3:

(1) Any offense set forth in this act which involves at least
1,000 unlawful audio recorded devices or at least 65 unlawful
audiovisual recorded devices manufactured, transferred, recorded
or fixed or caused to be manufactured, transferred, recorded or
fixed within any 180 day period shall be punishable as a crime of
the third degree and a fine of up to \$250,000 may be imposed.

(2) Any offense which involves more than 100 but less than
1,000 unlawful audio recorded devices or more than 7 but less
than 65 unlawful audiovisual recorded devices manufactured,
transferred, recorded or fixed or caused to be manufactured,
transferred, recorded or fixed within any 180 day period shall be
punishable as a crime of the third degree and a fine of up to
\$150,000 may be imposed.

(3) Any offense punishable under the provisions of this act not 27 described in paragraphs (1) or (2) of this subsection shall be 28 punishable for the first offense as a crime of the fourth degree 29 and a fine of up to \$25,000 may be imposed. For a second and 30 subsequent offense pursuant to this paragraph, a person shall be 31 32 guilty of a crime of the third degree. A fine of up to \$150,000 may be imposed for a second offense pursuant to this paragraph 33 and a fine of up to \$250,000 for a third and subsequent offense 34 35 may be imposed.

e. If a person is convicted of any offense in violation of any of
the provisions of this act, the court shall order the forfeiture and
destruction or other disposition of all infringing recorded devices
and of any equipment or components used in the production of the
recorded devices in accordance with the procedures set forth in
chapter 64 of Title 2C of the New Jersey Statutes.

f. The provisions of this act shall not apply to:

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43 (1) Any broadcaster who, in connection with or as part of a
44 radio or television broadcast transmission, or for the purposes of
45 archival preservation, transfers any sounds recorded on a sound
46 recording;

47 (2) Any person who, in his own home, for his own personal use,
48 and without deriving any profit, transfers any sounds recorded on
49 a sound recording.

2. N.J.S.2A:111-52 through N.J.S.2A:111-55 are repealed.

3. This act shall take effect on the 60th day after enactment.

STATEMENT

This bill repeals the existing law concerning the unlawful 6 7 making or distribution of sound recordings without the consent of 8 the owner. Due to technological advances, those statutes no longer afford adequate protection to sound recordings and latter 9 10 developed recording media. Production costs have decreased markedly making illegal sound and audiovisual recordings within 11 12 the reach of more persons by virtue of the decreased production costs and the new technologies available. This bill repeals the 13 14 sections of law which are currently found in Title 2A and 15 restructures and adds these provisions to the criminal code. The 16 bill does the following:

Requires that recordings distributed in New Jersey display
 the name and address of the manufacturer for "truth in labeling"
 purposes.

20 2. Includes newly developed recording media as videocassettes21 within the reach of the provisions.

22 3. Establishes criminal penalties, including fines which may be based on the amount of unlawful trade in which the defendant 23 engaged. These fines are significantly higher than those which 24 may be imposed for most crimes of the fourth or third degree 25 where the stated maximum is \$7500. These fines are similar to 26 those imposed for drug offenses. The prior offenses set forth in 27 Title 2A were "misdemeanors" which are treated as the 28 29 equivalent of fourth degree crimes under the provisions of the 30 criminal code. This bill retains the crime of the fourth degree classification for those offenses where the actor is not dealing in 31 32 larger numbers of illegally recorded devices but increases the financial penalties. In the other instances the crimes will be 33 classified as crimes of the third degree with higher fines 34 permitted. 35

Requires the forfeiture of unlawful recordings and 36 4. equipment when there is a conviction pursuant to these provisions. 37 38 The sponsor intends that the provisions of this bill should protect New Jersey consumers from pirated material and from 39 tax revenue lost to underground markets. 40 Producers and 41 performers property rights will be protected and retailers and distributors will receive protection from trade in illegal 42 recordings. The bill does not apply to broadcasters or persons 43 who record in their home for personal use without profit. 44

CRIMINAL JUSTICE

48 Revises the criminal laws pertaining to piracy of sound recordings 49 and recorded devices.

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STATEMENT TO

ASSEMBLY COMMITTEE SUBSTITUTE FOR ASSEMBLY, No. 4232

STATE OF NEW JERSEY

DATED: FEBRUARY 21, 1991

The Assembly Judiciary, Law and Public Safety Committee reports favorably an Assembly Committee Substitute for Assembly Bill No. 4232.

This substitute repeals the existing law concerning the unlawful making or distribution of sound recordings without the consent of the owner and shall be known as the "New Jersey Anti-Piracy Act." Due to technological advances, those statutes no longer afford adequate protection to sound recordings and latter developed recording media. Production costs have decreased markedly making illegal sound and audiovisual recordings within the reach of more persons by virtue of the decreased production costs and the new technologies available. This bill repeals the sections of law which are currently found in Title 2A and restructures and adds these provisions to the criminal code. The bill does the following:

1. Requires that recordings distributed in New Jersey display the name and address of the manufacturer for "truth in labeling" purposes. See paragraph (4) of subsection c.

2. Includes newly developed recording media as videocassettes within the reach of the provisions. See the definition of "audiovisual work".

3. Establishes criminal penalties, including fines which may be based on the amount of unlawful trade in which the defendant engaged. These fines are significantly higher than those which may be imposed for most crimes of the fourth or third degree where the stated maximum is \$7500. These fines are similar to those imposed for drug offenses. The prior offenses set forth in Title 2A were "misdemeanors" which are treated as the equivalent of fourth degree crimes under the provisions of the criminal code. This substitute retains the crime of the fourth degree classification for those offenses where the actor is not dealing in larger numbers of illegally recorded devices but increases the financial penalties. In the other instances the crimes will be classified as crimes of the third degree with higher fines permitted.

The substitute does not apply to broadcasters or persons who record in their home for personal use without profit.