SECOND CONGRESS OF THE FEDERATED STATES OF MICRONESIA Public Law No. 2-29 SECOND REGULAR SESSION, 1981 CONGRESSIONAL BILL NO. 2-162, C.D.1

AN ACT

ot	ther purposes.
	BE IT ENACTED BY THE CONGRESS OF THE FEDERATED STATES OF MICRONESIA.
1	CHAPTER I - IN GENERAL SIGNAL BILL NO. 2-161, C.D.1
2	Section 101. Definitions.
m 4%	(1) "Anonymous work" is a work on the copies or phonorecords of "Copies are material objects, other than phonorecords, in which no natural person is identified as the author.
5	(2) The "Attorney General's Office" means the Office of the
6	Attorney General of the National Government of the Federated States of a device. The set of the set
707 0	Micronesia. phonorecord, in which the work of first fixed .
8	(3) "Audiovisual works" are works that consist of a series of
2	related images which are intrinsically intended to be shown by the use
10	of machines or devices such as projectors, viewers, or electronic equip-
11	ment, together with accompanying sounds, if any, regardless of the nature
12	of the material objects, such as films or tapes, in which the works are
13	embodied. tutes the work as of that time, and where the work has been propared in
14	(4) "Collective work" is a work, such as a periodical issue,
15	anthelogy, or encyclopedia, in which a number of contributions, consti-
16	tuting separate and independent works in themselves, are assembled into
17	a collective whole.
18	(5) A "compilation" is a work formed by the collection and production, arridgement, conducation, or any other form in which a work
19	assembling of preexisting materials or of data that are selected, coordi-
20	nated, or arranged in such a way that the resulting work as a whole
21	constitutes an original work of authorship. The term compilation in-
22	cludes collective works.
11	directly or by many of a film, alide. belowington tange, or any other
	(11) A work in "Annel" in a sneghtin mitter of expression shen
	its subodiment is a supply of it-meaners, he of index the authority of the
	author, is sufficiently purminerest or stable by ganate it to be perceived,

CONGRESSIONAL BILL NO. 2-162, C.D.1

1	(6) "Copies" are material objects, other than phonorecords, in
2	which a work is fixed by any method and from which can be perceived, re-
3	produced, or otherwise communicated, either directly or with the aid of
4	a device. The term "copies" includes the material object, other than a
5	phonorecord, in which the work is first fixed.
6	(7) "Court" means the trial or appellate division of the Su-
7	preme Court of the Federated States of Micronesia.
8	(8) A work is "created" when it is fixed in a copy or phono-
9	record for the first time. Where a work is prepared over a period of
10	time, the portion of it that has been fixed at any particular time consti-
11	tutes the work as of that time, and where the work has been prepared in
12	different versions, each version constitutes a separate work.
13	(9) A "derivative work" is a work based upon one or more
14	preexisting works, such as a translation, musical arrangement, dramatiza-
15	tion, fictionalization, motion picture version, sound recording, art re-
16	production, abridgement, condensation, or any other form in which a work
17	may be recasted, transformed, or adapted. A work consisting of editorial
18	revisions, annotations elaborations, or other modifications which, as a
19	whole, represent an original work of authorship, is a "derivative work."
20	(10) To "display" a work means to show a copy of it, either
21	directly or by means of a film, slide, television image, or any other
22	device.
23	(11) A work is "fixed" in a tangible medium of expression when
24	its embodiment in a copy or phonorecord, by or under the authority of the

2 of 17

25 author, is sufficiently permanent or stable to permit it to be perceived,

Public Law No. 2-29 CONGRESSIONAL BILL NO. 2-162, C.D.1

reproduced, or otherwise communicated for a period of more than transitory
 duration.

3 (12) "Literary works" are works, other than audiovisual works,
4 expressed in words, numbers, or other verbal or numerical symbols or
5 indicia, regardless of the nature of the material objects, such as books,
6 periodicals, manuscripts, phonorecords, film, tapes, or cards, in which
7 they are embodied,

8 (13) To "perform" a work means to recite, render, play, dance, 9 or act, either directly or by means of any device or, in the case of a 10 motion picture or other audiovisual work, to show its images in any sequence 11 or to make the sounds accompanying it audible.

(14) "Pictorial, graphic, and sculptural works" include twodimensional and three-dimensional works of fine, graphic, and applied
art, photographs, prints and art reproductions, maps, globes, charts,
technical drawings, diagrams, and models.

16 (15) "Publication" is the distribution of copies or phonorecords 17 of a work to the public by sale or other transfer of ownership or by 18 rental, lease, or lending. The offering to distribute copies or phono-19 records to a group of persons, for purposes of further distribution, public 20 performance, or public display constitutes publication.

21

Section 102. Subject matter of copyright.

(1) Copyright protection subsists, in accordance with this act,
in original works of authorship fixed in any tangible medium of expression
from which they can be perceived, reproduced, or otherwise communicated,
either directly or with the aid of a device. Works of authorship include

CONGRESSIONAL BILL NO. 2-162, C.D.1

1	the following categories:		
2	(a) Literary works;		
3	(b) Musical works, including any accompanying words;		
4	(c) Dramatic works, including any accompanying music;		
5	(d) Pantomimes and choreographic works;		
6	(e) Pictorial, graphic, and sculptural works;		
7	(f) Motion pictures and other audiovisual works; and		
8	(g) Sound recordings.		
9	(2) In no case does copyright protection for an original work		
LO	of authorship extend to any idea, procedure, process, system, method of		
1	operation, concept, principle, or discovery, regardless of the form in		
12	which it is described, explained, illustrated, or embodied in such work.		
.3	Section 103. Subject matter of copyrightcompilations and deriva-		
4	tive works.		
15	(1) The subject matter of copyright as specified by section 10		
16	includes compilations and derivative works, but protection for a work		
7	employing preexisting material in which copyright subsists does not exten		
.8	to any part of the work in which such material has been used unlawfully.		
.9	(2) The copyright in a compilation or derivative work extends		
20	only to the material contributed by the author of such work, as distin-		
21	guished from the preexisting material employed in the work, and does not		
22	imply any exclusive right in the preexisting material. The copyright in		
3	such work is independent of, and does not affect or enlarge the scope,		
24	duration, ownership, or subsistence of any copyright protection in the		
25	preexisting material.		

CONGRESSIONAL BILL NO. 2-162, C.D.1

1	Section 104. Subject matter of copyright national origin.
2	(1) Unpublished works. The works specified by sections 102
3	and 103, while unpublished, are subject to protection under this act
4	without regard to the nationality or citizenship of the author.
5	(2) Published works. The works specified by sections 102 and
6	103, when published, are subject to protection under this act if:
7	(a) On the date of first publication, one or more of the
8	authors is a national or domiciliary of the Federated States of Micro-
9	nesia or is a national or a domiciliary of a country that is a party to
10	a copyright treaty to which the Federated States of Micronesia is also a
11	party; or
12	(b) The work comes within the scope of a Presidential
13	proclamation. Whenever the President of the Federated States of Micronesia
14	finds that a particular foreign nation extends to works by authors who
15	are nationals or domiciliaries of the Federated States of Micronesia or to
16	works that are first published in the Federated States of Micronesia,
17	copyright protection on substantially the same basis as that on which the
18	foreign nation extends protection to works of its own nationals and domi-
19	ciliaries and works first published in that nation, the President may by
20	proclamation extend protection under this act to works of which one or more
21	of the authors are, on the date of first publication, a national or domicili-
22	ary of that nation. The President way revise, suspend, or revoke any such
23	proclamation, or impose any conditions or limitations on protection under
24	a proclamation.
25	Section 105. Subject matter or copyright Federated States of Micro-

CONGRESSIONAL BILL NO. 2-162, C.D.1

10	miesia Government works. Copyright protection under this act is not	
2	available for any work of the Federated States of Micronesia Government,	
3	but the Federated States of Micronesia is not precluded from receiving	
4	and holding copyrights transferred to it by assignment, or otherwise.	
5	Section 106. Exclusive rights in copyrighted works. Subject to	
6	sections 107, 108, and 109, the owner of copyright under this act has	
7	the exclusive rights to do and to authorize any of the following:	
8	(1) To reproduce the copyrighted work in copies or phono-	
9	records;	
0	(2) To prepare derivative works based upon the copyrighted work	
1	(3) To distribute copies or phonorecords of the copyrighted	
2	work to the public by sale or other transfer of ownership, or by rental,	
3	lease, or lending;	
4	(4) In the case of literary, musical, dramatic, and choreo-	
5	graphic works, pantomimes, and motion pictures and other audiovisual	
6	works, to perform the copyrighted work publicly; and	
7	(5) In the case of literary, musical, dramatic, and choreo-	
8	graphic works, pantomimes, and pictorial, graphic, or sculptural works,	
9	including the individual images of a motion picture or other audiovi-	
0	sual work, to display the copyrighted work publicly.	
1	Section 107. Limitation on exclusive rightsfair use. Notwith-	
2	standing the provisions of section 106, the fair use of a copyrighted	
3	work, including such use by reproduction in copies or phonorecords or by	
4	any other means specified by that section, for purposes such as criticism	
	comment, news reporting, teaching (including multiple copies for class-	

CONGRESSIONAL BILL NO. 2-162, G.D.1

-				
1	room use), scholarship, or research, is not an infringement of copy-			
2	right. In determining whether the use made of a work in any particular			
3	case is a fair use the factors to be considered shall include:			
4	(1) The purpose and character of the use, including whether			
5	such use is of a commercial nature or is for nonprofit educational pur-			
6	poses:			
7	(2) The nature of the copyrighted work;			
8	(3) The amount and substantiality of the portion used in re-			
9	lation to the copyrighted work as a whole; and			
1.0	(4) The effect of the use upon the potential market for or			
11	value of the copyrighted work.			
12	Section 108. Limitations on exclusive rightsreproduction by			
13	libraries and archives. Notwithstanding the provisions of section 106,			
14	it is not an infringement of copyright for a library or archives to re-			
1.5	produce no more than one copy or phonorecord, under the conditions speci-			
16	fied by this section, if:			
17	(1) The reproduction or distribution is made without any pur-			
18	pose of direct or indirect commercial advantage;			
19	(2) The collections of the library or achieves are open to the			
20	public; and			
21	(3) The reproduction or distribution of the work includes a			
22				
23	Section 109. Other limitations on exclusive rights of specific			
24	works. Other limitations on exclusive rights of specific works or ex-			
25	emptions of certain performances and displays may be prescribed by the			

Public Law No. 2-27 CONGRESSIONAL BILL NO. 2-162, C.D.1

1 Attorney General in rules and regulations consistent with sections 107 2 and 108. CHAPTER 2 - COPYRIGHT OWNERSHIP AND TRANSFER 3 Section 201. Ownership of copyright. 4 (1) Initial ownership. Copyright in a work protected under 5 this act vests initially in the author or authors of the work. The 6 authors of a joint work are co-owners of copyright in the work. 7 8 (2) Works made for hire. In the case of a work made for hire, the employer is considered the author for purposes of this act and, un-9 less the parties have expressly agreed otherwise in a written instrument 10 signed by them, owns all of the rights comprised in the copyright. 11 12 (3) Contributions to collective works. Copyright in each separate contribution to a collective work is distinct from copyright in 13 the collective work as a whole, and vests initially in the author of the 14 contribution. In the absence of an express transfer of the copyright or 15 of any rights under it, the owner of copyright in the collective work is 16 presumed to have acquired only the privilege of reproducing and distri-17 18 buting the contribution as part of that particular collective work, any 19 revision of that collective work, and any later collective work in the 20 same series. 21 (4) Transfer of ownership.

(a) The ownership of a copyright may be transferred in
whole or in part by any means of conveyance or by operation of law or may
be bequeathed by will: PROVIDED, that in the absence of the aforesaid
means of transfer, ownership of a copyright shall pass as personal pro-

Public Law No. 2-27 ESSIONAL BILL NO. 2-162. C.I CONGRESSIONAL BILL NO.

1 perty by the customs of the State where the owner is domiciled. 2 (b) Any of the exclusive rights comprised in a copyright, including any subdivision of any of the rights specified by 3 section 106, may be transferred as provided by paragraph (a) and owned 4 separately. The owner of any particular exclusive right is entitled, to 5 the extent of that right, to all of the protection and remedies accorded 6 to the copyright owner by this act. 7

Section 202. Ownership of copyright as distinct from ownership of 8 material object. Ownership of a copyright, or of any of the exclusive 9 rights under a copyright, is distinct from ownership of any material 10 11 object in which the work is embodied. Transfer of ownership of any 12 material object, including the copy or phonorecord in which the work is first fixed, does not of itself convey any rights in the copyrighted work 13 embodied in the object; nor, in the absence of an agreement, does trans-14 fer of ownership of a copyright or of any exclusive rights under a copy-15 16 right convey property rights in any material object.

17

Section 203. Recordation of transfer.

(1) Any transfer of copyright ownership or other document 18 19 pertaining to a copyright may be recorded in the Office of the Attorney 20 General if the document filed for recordation bears the actual signature of the person who executed it, or if it is accompanied by a sworn or 21 22 official certification that it is a true copy of the original, signed 23 document.

(2) Recordation of a document in the Office of the Attorney 24 25 General gives all persons constructive notice of the facts stated in the

CONGRESSIONAL BILL NO. 2-162, C.D.1

1 recorded document, but only if: 2 (a) The document, or material attached to it, specifically identifies the work to which it pertains so that, after the docu-3 ment is indexed by the Office of the Attorney General, it would be re-4 5 vealed by a reasonable search under the title or registration number of the work; and 6 7 (b) Registration has been made for the work. CHAPTER 3 - DURATION OF COPYRIGHT 8 Section 301. Duration of copyright-works created on or after the 9 effective date of this act. 10 (1) Copyright in a work created on or after the effective 11 date of this act subsists from its creation and, except as provided by 12 the following subsections, endures for a term consisting of the life of 13 the author and 50 years after the author's death. 14 (2) In the case of a joint work prepared by two or more 15 authors who did not work for hire, the copyright endures for a term 16 consisting of the life of the last surviving author and 50 years after 17 such last surviving author's death. 18 (3) In the case of an anonymous work, a pseudonymous work, or 19 20 a work made for hire, the copyright endures for a term of 75 years from the year of its first publication, or a term of 100 years from the year 21 of its creation, whichever expires first. If, before the end of such 22 term, the identity of one or more of the authors of an anonymous or 23 24 pseudonymous work is revealed in the records of a registration made for that work, the copyright in the work endures for the term specified by 25

Public Law No. 2-27 CONGRESSIONAL BILL NO. 2-162. C.D.1

subsections (1) and (2) of this section. 1 2 Section 302. Duration of copyright -- works created but not published or copyrighted before effective date of this act. Copyright in a work 3 created before the effective date of this act, but not theretofore in the 4 public domain or copyrighted, subsists beginning on the effective date of 5 this act and endures for the term provided by section 301. 6 7 CHAPTER 4 - COPYRIGHT NOTICE, DEPOSIT, AND REGISTRATION Section 401. Notice of copyright --- visually perceptible copies. 8 (1) Whenever a work protected under this act is published in 9 10 the Federated States of Micronesia or elsewhere by authority of the copyright owner, a notice of copyright as provided by this section shall be 11 placed on all publicly distributed copies from which the work can be 12 13 visually perceived. (2) The notice appearing on the copies shall consist of the 14 following three elements: 15 (a) The symbol (C) (the letter C in a circle), or the word 16 "Copyright," or the abbreviation "Copr."; 17 (b) The year of first publication of the work; in the case 18 of compilations or derivative works incorporating previously published 19 material, the year date of first publication of the compilations or 20 derivative work is sufficient. The year date may be omitted where a 21 pictorial, graphic, or sculptural work, with accompanying text matter, 22 23 if any, is reproduced in or on greeting cards, postcards, or any useful articles; and 24 25 (c) The name of the owner of copyright in the work, or

Public Law No. 2-29 congressional Bill No. 2-162, C.D.1

1	on abbreviation by which the name can be recommined on a concerting
4	an abbreviation by which the name can be recognized, or a generally
2	known alternative designation of the owner.
3	(3) The notice shall be affixed to the copies in such manner
4	and location as to give reasonable notice of the claim of copyright.
5	Section 402. Notice of copyright phonorecords of sound record-
6	ings.
7	(1) Wherever a sound recording protected under this act is
8	published in the Federated States of Micronesia or elsewhere by author-
9	ity of the copyright owner, a notice of copyright as provided by this
10	section shall be placed on all publicly distributed phonorecords of the
11	sound recording.
12	(2) The notice appearing on the phonorecords shall consist
13	of the following three elements:
14	(a) The symbol (P) (the letter P in a circle);
15	(b) The year of first publication of the sound record-
1.6	ing; and
17	(c) The name of the owner of copyright in the sound
18	recording.
19	(3) The notice shall be placed on the surface of the phono-
20	record, or on the phonorecord label or container, in such manner and
21	location as to give reasonable notice of the claim of copyright.
22	Section 403. Notice of copyright contributions to collective works
23	A single notice applicable to the collective work as a whole is suffi-
24	cient to satisfy the requirements of sections 401 and 402, regardless of
25	the ownership of copyright in the contributions and whether or not they

CONGRESSIONAL BILL NO. 2-162, C.D.1

1	have been previously published; PROVIDED, that the copyright of the
2	owner in a separate contribution that does not bear its own notice is
3	not affected.
4	Section 404. Deposit of copies or phonorecords for the Library of
5	the Congress of the Federated States of Micronesia.
6	(1) Subject to exception under this section, the owner of
7	copyright or of the exclusive right of publication in a work published
8	with notice of copyright in the Federated States of Micronesia shall
9	deposit, within four months after the date of such publication:
10	(a) Two complete copies of the best edition; or
11	(b) If the work is a sound recording, two complete
12	phonorecords of the best edition.
13	(2) The required copies or phonorecords shall be deposited
14	in the Attorney General's Office for the use or disposition of the
15	Library of the Congress of the Federated States of Micronesia.
16	(3) The Attorney General may by regulation exempt any cate-
17	gories of material from the deposit requirements of this section or
18	require deposit of only one copy or phonorecord with respect to any
19	categories.
20	Section 405. Copyright registration in general. At any time during
21	the subsistence of copyright in any published or unpublished work, the
22	owner of copyright or of any exclusive right in the work may obtain reg-
23	istration of the copyright claim by delivering to the Attorney General's
24	Office the deposit required and upon payment of fee as prescribed in re-
25	gulations. The Attorney General shall by rules and regulations prescribe

Public Law No. 2-29 CONGRESSIONAL BILL NO. 2-162, C.D.1

1	the material deposited for registration.	
2	Section 406. Application for copyright registration. The applica-	
3	tion for copyright registration shall be made on a form prescribed by	
4	the Attorney General and shall include all information as prescribed	
5	by rules and regulations.	
б	Section 407. Registration of claim and issuance of certificate.	
7	(1) When, after examination, the Attorney General determines	
8	that, in accordance with the provisions of this act, the material de-	
9	posited constitutes copyrightable subject matter and that the legal	
0	requirements of this act have been met, he shall register the claim and	
1	issue to the applicant a certificate of registration under the seal of	
2	the Attorney General's Office. The certificate shall contain the in-	
3	formation given in the application, together with the number and effective	
4	date of the registration.	
5	(2) In any case in which the Attorney General determines that,	
6	in accordance with the provisions of this act, the material deposited	
7	does not constitute copyrightable subject matter or that the claim is	
8	invalid for any other reason, he shall refuse registration and notify	
9	the applicant in writing of the reasons for such refusal.	
20	CHAPTER 5 - INFRINGEMENT AND REMEDIES	
21	Section 501. Infringement and remedies. Anyone who violates any	
22	of the exclusive rights of the copyright as provided under this act is	
3	an infringer of copyright and shall be liable:	
24.	(1) To an injunction restraining such infringement;	
1.44		

CONGRESSIONAL BILL NO. 2-162, C.D.1

1 by the owner and any profits of the infringer that are attributable to the 2 infringement and are not taken into account in computing the actual damages; 3 and 4 (3) To pay the copyright owner punitive damages, if impose by the court. 5 6 Section 502. Criminal offense. 7 (1) Any person who infringes a copyright willfully and for purpose of commercial advantage or private gain shall be fined \$10,000 or imprison-8 9 ment for not more than one year, or both. (2) When any person is convicted of any violation under subsection 10 (1) of this section, the court in its judgment of conviction, in addition to 11 12 the penalty therein prescribed, may order the forfeiture and destruction or 13 other disposition of all infringing copies or phonorecords and devices used 14 in the manufacture of such infringing copies or phonorecords. 1.5 (3) Any person who, with fraudulent intent, places on any article a notice of copyright or words of the same purpose that such person knows 16 to be false, or who, with fraudulent intent, publicly distributes or imports 17 18 for public distribution any article bearing such notice or words that such person knows to be false, shall be fined not more than \$2,500. 19 20 (4) Any person who, with fraudulent intent, removes or alters any 21 notice of copyright appearing on a copy of a copyrighted work shall be fined not more than \$2,500. 22 (5) Any person who knowingly makes a false representation of a 23 material fact in the application for copyright registration or in any 24 25 written statement filed in connection with the application shall be fined

Fublic Law No. 2-29 CONGRESSIONAL BILL NO. 2-162, C.D.1

1	not more than \$2,500.
2	CHAPTER 6 - ATTORNEY GENERAL'S OFFICE
3	Section 601. Responsibilities and duties of the Office of the Attor-
4	ney General.
5	(1) Until the President of the Federated States of Micronesia,
6	through administrative directives, establishes a separate Copyright Office
7	within or without the Attorney General's Office, the Office of the Attor-
8	ney General shall exercise all administrative functions and duties under
9	this act.
10	(2) The Office of the Attorney General shall adopt a seal to be
11	used to authenticate all certified documents issued by it.
12	(3) The Office of the Attorney General shall provide and keep
13	records of all deposits, registration, recordation, and other activities
14	as required by this act or rules and regulations later issued.
15	(4) The Office of the Attorney General shall compile and public
16	annually catalogs of all copyright registration.
17	Section 602. Regulations. The Attorney General is authorized to
18	establish regulations not inconsistent with this act.
19	Section 603. Fees.
20	(1) Fees for registration, recordation, issuance of certificate
21	and other services shall be prescribed in regulations issued by the Attor-
22	ney General.
23	(2) The Attorney General shall deposit all fees in the General
24	Fund of the Federated States of Micronesia.
25	

Public Law No. 2-29

CONGRESSIONAL BILL NO. 2-162, C.D.1

1	Section 604. Effective date. This a	act shall become law upon approval
2	by the President of the Federated States	of Micronesia or upon its becom-
3	ing law without such approval.	
4		,
5		lecenther 29, 1981
6		
7		1
8	(le	to a Rumun
9	losiv	wo Nakayama ident
		rated States of Micronesia
LO		
.1		
2		
.3		
4		
.5		
.6		
7		
8		
.9		
20		
1		
2		
3		
4		
5		