



Federal Communications Commission  
Washington, D.C. 20554

September 27, 2013

Off Beat Productions, "Off Beat Cinema"  
Attn: Barry Nelson Covert  
42 Delaware Ave., Suite 120  
Buffalo, NY 14202-3924

Re: Case Identifier: CGB-CC-0478  
Petition for Closed Captioning Exemption  
Request for Supplemental Information

Dear Mr. Covert:

This letter concerns your Petition for Exemption from the Federal Communications Commission's ("FCC's") closed captioning requirements which you filed on behalf of the Off Beat Productions, "Off Beat Cinema." The FCC's Consumer & Governmental Affairs Bureau (Bureau") placed the Petition on public notice for comment on **September 6, 2012**. After reviewing the comments received in response to that Petition and similar petitions, the Bureau has determined that additional and updated information, as set forth below, is required to enable us to determine whether the programming noted in the Petition should be exempted from the FCC's closed captioning requirements because captioning such programming would be economically burdensome to your client. While we recognize that you may have provided some of the material described below, we request that you carefully review the list of requested information, and make sure that all previously submitted information is complete and brought up-to-date, as indicated below, to be fully responsive to this itemized list.

Accordingly, for the Bureau to complete its consideration of the Petition, we request that you provide the following supplemental information by **October 28, 2013**, which is thirty (30) days from the date of this letter.

- ◆ Name of the programming for which an exemption is requested. Provide the specific name of each program for which you request an exemption. Petitions that request an exemption for an entire channel of video programming must identify the channel for which an exemption is requested.
- ◆ The nature and cost of the closed captions for the programming. Provide information about your client organization's costs associated with closed captioning each specific program for which it is requesting an exemption, and its efforts to find companies that can provide captioning at a reasonable cost.
  - Include documentation for two or more recent quotes you received from closed captioning services to provide closed captioning specifically for each program. "Recent" means a quote you obtained within one year of the date of this letter.
  - For each of the quotes received, include an estimate of your annual cost to caption your program(s). For example, multiply the cost to caption each of your program episodes by the number of program episodes to be produced in one year.

- In addition to providing the quotes described above, if your client has considered buying equipment to produce the closed captioning itself, provide information about the costs to purchase and maintain the equipment and for any costs associated with hiring personnel to operate the equipment for one year.
- ◆ The impact of captioning on your programming activities. Explain in sufficient detail the impact that having to provide closed captioning will have on your client's programming activities. For example, describe the extent to which your client's program(s) might not continue to be shown if it is required to provide captions.
- ◆ Financial resources.
  - Provide information about all income and all expenses for your client's organization, as follows:
    - Provide a statement of all income (cash receipts) and all expenses (cash disbursements) for the two most recent completed calendar or fiscal years. Cash receipts include money received from all sources for your entire organization, not just the video program(s). Cash disbursements include money paid for purchases, expenses, and settlement of obligations throughout the year for your entire organization, not just the video program(s). List, describe, and provide the dollar amount for each type of cash receipt and cash disbursement for the two most recent completed calendar or fiscal years. Cash receipts and cash disbursements may each be subtotaled. You must provide a total net dollar amount (sometimes called a surplus or deficit, or profit or loss) for all cash receipts and all cash disbursements.
    - Provide audited financial statements or an accountant's compilation of financial statements for the two most recent completed calendar or fiscal years. If such statements are not available, provide complete federal income tax returns, including all attachments, for your organization for the two most recent completed calendar or fiscal years. If your organization is a sole proprietorship, provide personal tax returns for the two most recent completed calendar or fiscal years. Redact (black out) sensitive information, such as account numbers and social security numbers, before submitting personal tax returns or other documentation.
  - Provide information about the current assets and current liabilities of your client's overall organization, as follows:
    - Provide a statement of all current assets and current liabilities of the overall organization as of the last day of the two most recent completed calendar or fiscal years. List, describe, and provide the dollar amount for each type of current asset and current liability so listed. This requirement may be satisfied by providing complete balance sheets as of the last days of the two most recent completed calendar or fiscal years.
      - ◆ Current assets are any asset (or resource) as of the last day of the calendar or fiscal year that can be converted into cash within the following year.

- Examples of current assets for an individual or sole proprietor: cash; checking accounts; savings accounts; investment accounts including money market accounts; certificates of deposit and bonds that will mature within one year; stocks; and trust/endowment account amounts available for that year.
  - Examples of current assets for a corporation: cash; accounts receivable; inventory; marketable securities; and prepaid expenses.
- ◆ Current liabilities are obligations (or debts) as of the last day of the calendar or fiscal year that must be paid within the following year.
    - Examples of current liabilities for an individual or sole proprietor: any loans (principal and interest) and mortgage payments (principal, interest, taxes, and insurance) due to be paid within one year; the balance of any credit cards as of the last day of the year; and unpaid bills as of the last day of the year (utility bills, and medical bills).
    - Examples of current liabilities for a corporation: accounts payable; accrued liabilities; notes payable; current portion of long-term debt; and taxes payable.
- Video programming distributor assistance. Verify that your client has sought assistance (such as funding or services) from its video programming distributor(s). A distributor is any TV broadcast station, cable provider, or satellite system that shows your client's program(s). State whether your client has asked its distributor(s) to help your client provide captions, whether this request was accepted or rejected, and, if accepted, describe the assistance that each distributor has offered to provide.
  - Additional sponsorships. Verify that your client has sought additional sponsorships (other than from its program distributor) or other sources of revenue. State your client's efforts to obtain such revenue, and whether these requests were accepted or rejected. If rejected, state whether your client does not otherwise have the means to provide captioning. If accepted, describe the assistance that each sponsor has offered to provide. If your client's organization is precluded from seeking outside assistance or it cannot solicit and/or accept such sponsorships, provide the reason why your client is unable to do so.
- ◆ Type of operations. Describe your client's overall operations.
  - ◆ Affidavit or declaration. Your submission must contain a detailed, full showing, supported by an affidavit or sworn declaration signed by your client attesting to the truthfulness and accuracy of the information and representations contained in your submission. An affidavit is a written statement made under oath, before an official who is authorized to administer oaths, such as a notary public or county clerk. A declaration is a written statement made under penalty of perjury, such as "I declare under penalty of perjury that the information contained in this submission is true and correct." (See 47 C.F.R. § 1.16.)

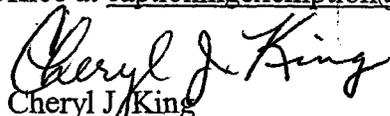
You may also provide other information that you deem relevant to our determination of your exemption request pertaining to the impact that captioning will have on your client's program or programming activities and any available alternatives that might constitute a reasonable substitute for the closed captioning requirements including, but not limited to, text or graphic display of the content of the audio portion of the programming.

Because of the public nature of FCC proceedings, your submission, as well as any supporting financial or other information provided, will be available for inspection by the general public. If your submission contains some specific information that you would like not to be made routinely available for public inspection, you may request its “confidential treatment, pursuant to FCC rules. (See 47 C.F.R. § 0.459.). If you seek such treatment, you must identify the *specific* information which you would not like to be made available to the general public and provide the basis for your request, for example, that the information is proprietary financial information, contains a trade secret, or is legally privileged. Also describe how disclosing the information to the general public may cause you substantial competitive harm. You must also submit a second version of your submission with the confidential information redacted (removed or blacked out). This second version must be submitted along with your request for confidential treatment. The redacted version (*i.e.*, the version that does not contain the confidential information) will be disclosed publicly. If your request for confidential treatment is granted, the “public version” of your submission must still contain sufficient documentation to support your claim that closed captioning would be economically burdensome. This documentation is needed so that members of the public have notice of the basis for your exemption request and can comment on its merits.

If the Bureau determines that your Petition, as supplemented by your response to this letter, provides sufficient information upon which to make a determination of whether or not to grant a closed captioning exemption, we will again place your Petition on public notice under Docket No. 06-181 at <http://fallfoss.fcc.gov/ecfs>. Members of the public will then have 30 days to file comments on and/or oppositions to your Petition, including the supplemental information you have provided in response to this letter, after which you will have 20 days to respond. At the end of this timeframe, the Bureau will review your Petition, along with any comments and responses received, to determine whether you have demonstrated that providing closed captions would be economically burdensome. If Bureau denies your Petition, you will have ninety (90) days from the date of your notification of the denial to begin captioning.

**If you do not supplement your Petition with all of the updated information and documentation requested in this letter within thirty (30) days of the date of this letter, we will conclude that you have failed to support your exemption request with adequate explanation and evidence, and will dismiss your Petition. In the event of such dismissal, your client’s organization will be required to begin providing closed captioning for its program(s) within ninety (90) days of the date of our notification to you that your Petition has been dismissed.**

If you have questions pertaining to this letter or the information and materials requested herein, please contact the FCC’s Disability Rights Office at [captioningexemption@fcc.gov](mailto:captioningexemption@fcc.gov).

  
Cheryl J. King  
Attorney, Disability Rights Office  
Consumer and Governmental Affairs Bureau

cc: Commenters to Petition

## **Instructions for Filing a Supplement to a Closed Captioning Exemption Petition**

You must send the FCC an original and two (2) copies of the information supplementing your previously filed petition for a closed captioning exemption. Filings must be delivered by hand or messenger service, commercial overnight courier, or by first class or overnight U.S. Postal Service mail.

For delivery by hand or messenger service, U.S. Postal Service mail, including express mail, priority mail, and first class mail, please use the following address:

Office of the Secretary  
Federal Communications Commission  
Attention: Disability Rights Office, Room 3-C438  
445 12th Street, SW  
Washington, DC 20554

For commercial overnight mail, such as Federal Express or United Parcel Service, please use the following address:

Office of the Secretary  
Federal Communications Commission  
Attention: Disability Rights Office, Room 3-C438  
9300 East Hampton Drive  
Capitol Heights, MD 20743

**Electronic filing and faxes of supplements to petitions will not be accepted at this time.**

Please wait *at least two weeks* before contacting FCC staff to make inquiries about whether your supplement has been received. **You must include your case identifier number, which is located at the top of this letter, in all correspondence with the FCC regarding your petition.**