

Spring 5-27-1955

# A Study of Unionism in the Broadcasting and Television Industries

Noel Martin Daniel

Follow this and additional works at: [https://digitalrepository.unm.edu/econ\\_etds](https://digitalrepository.unm.edu/econ_etds)



Part of the [Labor Economics Commons](#)

---

## Recommended Citation

Daniel, Noel Martin. "A Study of Unionism in the Broadcasting and Television Industries." (1955). [https://digitalrepository.unm.edu/econ\\_etds/69](https://digitalrepository.unm.edu/econ_etds/69)

This Thesis is brought to you for free and open access by the Electronic Theses and Dissertations at UNM Digital Repository. It has been accepted for inclusion in Economics ETDs by an authorized administrator of UNM Digital Repository. For more information, please contact [disc@unm.edu](mailto:disc@unm.edu).

UNIVERSITY OF NEW MEXICO-UNIVERSITY LIBRARIES



A14429 086026

378.789

Un 3 Oma

1956

cop. 2



THE LIBRARY  
UNIVERSITY OF NEW MEXICO



Call No.  
378.789  
Un3Qma  
1956  
cop.2

Accession  
Number  
209878

**IMPORTANT!**

Special care should be taken to prevent loss or damage of this volume. If lost or damaged, it must be paid for at the current rate of typing.





UNIVERSITY OF NEW MEXICO LIBRARY

MANUSCRIPT THESES

Unpublished theses submitted for the Master's and Doctor's degrees and deposited in the University of New Mexico Library are open for inspection, but are to be used only with due regard to the rights of the authors. Bibliographical references may be noted, but passages may be copied only with the permission of the authors, and proper credit must be given in subsequent written or published work. Extensive copying or publication of the thesis in whole or in part requires also the consent of the Dean of the Graduate School of the University of New Mexico.

This thesis by ..... Noel Daniel Martin .....  
has been used by the following persons, whose signatures attest their  
acceptance of the above restrictions.

A Library which borrows this thesis for use by its patrons is  
expected to secure the signature of each user.

NAME AND ADDRESS

DATE

---

MANUSCRIPT LABEL

Established this institution in the year 1890, the  
books and papers in the University of New Mexico Library are  
open for inspection and use by all persons desiring to  
consult the same. The only restriction is that the  
materials be returned to the library in the same  
condition in which they were received. The library  
is open from 9 o'clock a.m. to 5 o'clock p.m.  
on all days except Sundays and public holidays.  
The University of New Mexico

The following is a list of the books

which have been added to the library since the  
last time it was printed.

A list of the books which have been added to  
the library since the last time it was printed.

NAME AND ADDRESS

DATE



A STUDY OF UNIONISM IN THE BROADCASTING  
AND TELEVISION INDUSTRIES

---

A Thesis  
Presented to  
the Faculty of the Department of Economics  
University of New Mexico

---

In Partial Fulfillment  
of the Requirements for the Degree  
Master of Arts

---

by  
Noel Daniel Martin

June 1955





A STUDY OF UNIFORMITY IN THE BRACKETING  
AND TELEVISION INDUSTRIES

---

A Thesis

Presented to

the Faculty of the Department of Economics

University of New Mexico

IN PARTIAL FULFILLMENT

OF THE REQUIREMENTS FOR THE DEGREE

---

OF THE DEPARTMENT OF ECONOMICS

IN PARTIAL FULFILLMENT

OF THE REQUIREMENTS FOR THE DEGREE

OF A MASTER OF ARTS

---

by

JOSE LUIS MARTIN

June 1955

This thesis, directed and approved by the candidate's committee, has been accepted by the Graduate Committee of the University of New Mexico in partial fulfillment of the requirements for the degree of

MASTER OF ARTS

E. Castetter  
DEAN

5/27/1955  
DATE

Thesis committee

Maryn Brobaugh  
CHAIRMAN

Howard V. Fuston

N. Wollman

This thesis directed and supervised by the candidate's supervisor  
has been accepted by the Graduate Committee of the  
University of New South Wales in partial fulfillment of the requirements for the degree of

MASTERS OF ARTS

*[Faint handwritten signature]*

*[Faint handwritten signature]*

UNIVERSITY OF NEW SOUTH WALES  
GRADUATE COMMITTEE

These committees

*[Faint handwritten signatures]*

378.789  
Un 30 ma  
1956  
cop. 2

TABLE OF CONTENTS

CHAPTER	PAGE
I. INTRODUCTION . . . . .	1
The problem . . . . .	1
Purpose of the study . . . . .	1
Organization . . . . .	2
Union Membership and Employment . . . . .	3
The musicians' conflict with technology . . . . .	4
Obligations of radio broadcasting industry . . . . .	7
Possibilities of television . . . . .	8
II. BACKGROUND OF UNIONISM IN RADIO BROADCASTING . . . . .	9
History of radio broadcasting . . . . .	9
The Chicago Federation of Musicians . . . . .	10
The American Federation of Radio Artists . . . . .	12
The disc jockey . . . . .	13
Live broadcasting and the public interest . . . . .	14
Unions in the radio broadcasting industry . . . . .	18
III. STRUCTURE, GOVERNMENT AND POLICIES OF RADIO BROADCASTING UNIONS . . . . .	20
National and local government . . . . .	20
Duties and powers of union presidents . . . . .	22
Union trade journals . . . . .	23
The convention system . . . . .	24
Admission to Membership . . . . .	27
Union finance . . . . .	29

378.707  
W307  
1954  
W.P.

TABLE OF CONTENTS

CHAPTER

1	I. INTRODUCTION
1	The problem
3	Purpose of the study
5	Organization
7	Radio ownership and development
9	The government's conflict with technology
11	Obligations of radio broadcasting industry
13	Position of the industry
15	II. BACKGROUND OF WORKING IN RADIO BROADCASTING
17	History of radio broadcasting
19	The growth potential of radio
21	The American Federation of Labor and its
23	The time factor
25	Live broadcasting and the public interest
27	Unions in the radio broadcasting industry
29	III. STRUCTURE, GOVERNMENT AND POLICY ON RADIO BROADCASTING
31	National and local government
33	Public and private ownership of radio
35	Radio news programs
37	The commercial system
39	Administration of radio
41	Union finance

CHAPTER	PAGE
Racial discrimination . . . . .	31
Institutionalism in radio unions . . . . .	32
Information and education . . . . .	33
Medical and death benefits . . . . .	34
Union political activity . . . . .	36
Musical education of musicians' union . . . . .	38
The Interlochen Dispute . . . . .	39
Benefit performances . . . . .	41
IV. THE EFFECTS OF LEGISLATION UPON COLLECTIVE BARGAINING	43
Collective bargaining . . . . .	43
The record bans . . . . .	44
First recording-transcription fund . . . . .	45
The second record ban . . . . .	47
Influence of foreign records . . . . .	49
<u>A Capella</u> and bootleg records . . . . .	50
Musical performance trust fund . . . . .	50
Strikes . . . . .	51
Collective bargaining and tape recording . . . . .	58
Welfare fund administration . . . . .	60
The Lea Act . . . . .	63
Labor Management Relations Act of 1947 . . . . .	64
"Featherbedding" or stand-by . . . . .	65
Secondary boycott . . . . .	67

Health characteristics . . . . . 21

Interventional health services . . . . . 22

Information and research . . . . . 23

Medical and health services . . . . . 24

Urban political ecology . . . . . 25

Medical education in urban centers . . . . . 26

The infectious disease . . . . . 27

Health's environment . . . . . 28

IV. THE HEALTH OF IMMIGRANT WORKERS WITH HEALTH

Collective bargaining . . . . . 29

The worker's home . . . . . 30

Child-rearing and family health . . . . . 31

The worker's health . . . . . 32

Influence of foreign workers . . . . . 33

A social and health research . . . . . 34

Medical professionals from rural areas . . . . . 35

Health . . . . . 36

Collective bargaining and labor relations . . . . . 37

Workers' health education . . . . . 38

The law job . . . . . 39

Law management relations in the U.S.A. . . . . 40

"Healthcare" in the U.S.A. . . . . 41

Secondary research . . . . . 42



CHAPTER	PAGE
Non-communist affidavit . . . . .	68
Opposition to Taft-Hartley . . . . .	69
The Akron case . . . . .	71
Radio stations in interstate commerce . . . . .	74
Wages and hours . . . . .	75
The "talent-fee" . . . . .	76
Level of salaries in radio . . . . .	78
Early television salaries . . . . .	81
V. RADIO UNIONS AND THE NATIONAL ASSOCIATION OF BROADCASTERS . . . . .	84
NAB convention panels on labor . . . . .	84
Employer attitudes . . . . .	86
Broadcasting revenues and income . . . . .	87
Report of Bureau of Labor Statistic . . . . .	92
VI. JURISDICTIONAL DISPUTES . . . . .	96
Musicians versus metal polishers . . . . .	96
Platter turning controversy . . . . .	96
American Guild of Musical Artists . . . . .	98
AFM versus AQMA . . . . .	99
ACA versus IATSE . . . . .	101
Television technicians . . . . .	102
IBEW versus IATSE . . . . .	102
Television labor pains . . . . .	105

73 Non-conviction estoppel . . . . .

74 Opposition to Fair-Labor . . . . .

75 The labor case . . . . .

76 Radio stations in interstate commerce . . . . .

77 Rates and hours . . . . .

78 The "Palmer-Lewis" . . . . .

79 Level of salaries in radio . . . . .

81 Early television stations . . . . .

V. RADIO UNIONS AND THE NATIONAL ASSOCIATION OF BROADCASTERS . . . . .

82 NAB convention permits CW labor . . . . .

83 Employee activities . . . . .

84 Broadcasting revenues and losses . . . . .

85 Report of Bureau of Labor Statistics . . . . .

VI. JURISDICTIONAL DISPUTES . . . . .

86 National versus local polars . . . . .

87 Higher turning controversy . . . . .

88 American Guild of Local Artists . . . . .

89 ABA versus ABE . . . . .

90 ABA versus ABE . . . . .

91 Television contracts . . . . .

92 ABA versus ABE . . . . .

93 Television labor union . . . . .

CHAPTER	PAGE
IBEW's strike against CBS . . . . .	106
The actors and television . . . . .	107
The AAAA's . . . . .	108
AFRA's plans for merger . . . . .	108
Position of Equity . . . . .	109
Screen Actors Guild . . . . .	112
Television Authority . . . . .	113
Necessity for one television union . . . . .	114
Resolution . . . . .	118
VII. THE UNIONS AND TELEVISION . . . . .	119
Television background . . . . .	119
Musicians and television . . . . .	121
AFM contract . . . . .	125
Radio and Television Directors Guild . . . . .	125
Television writers . . . . .	127
Author's League . . . . .	127
VIII. CONCLUSION . . . . .	129
General conclusions . . . . .	129
Emphasis on musicians . . . . .	129
Problem of technology . . . . .	130
Attitude of management . . . . .	134
Industrial organization of television as answer to problems of technology and jurisdiction . . . . .	135
BIBLIOGRAPHY . . . . .	139



## CHAPTER I

### INTRODUCTION

For many years the problem of unionism in the radio broadcasting and television fields has been complicated by two major factors: (1) jurisdictional disputes among the various craft and performer unions in the fields, (2) the unions' resistance to technological improvements in the industries as a means to diminish unemployment among union members. In this study of unionism in the broadcasting industry a cross-section of the field is presented as it involves labor-management relations.

It is the purpose of the thesis on the basis of the evidence presented to demonstrate that technological development in the television industry resolves both the jurisdictional and unemployment problems. Rather than resorting to immediate objectives in their collective bargaining agreements with employers the unions should promote long-term programs consistent with technological change. In their historical patterns of collective bargaining the unions have not demonstrated this broad point of view. On the other hand management in the broadcasting-televasting industry shares with labor this responsibility in meeting the problems of technological change. Too often management has been concerned with limiting the activities of unions without regard of the contributions of unions.

This study presents first a background to radio broadcasting in this country as an entertainment medium. The history of broadcasting, its development as big business, and broadcasting's responsibilities to the public interest are considered. Next presented are the structure,

## CHAPTER I

### INTRODUCTION

For many years the problem of unions in the radio industry has

and television fields has been recognized as two major factors:

(1) Jurisdictional disputes among the various craft and industry unions

in the fields; (2) the unions' resistance to technological innovations

in the industries as a means to diminish competition among union members.

In this study of unions in the broadcasting industry a cross-section

of the field is presented as it involves labor-management relations.

It is the purpose of the thesis on the basis of the evidence

presented to demonstrate that technological development in the television

industry resolves both the jurisdictional and managerial problems.

Earlier than resorting to industry objectives in their collective

bargaining agreements with employers the unions should promote long-term

programs consistent with technological progress. In their historical

patterns of collective bargaining the unions have not demonstrated this

broad point of view. On the other hand management in the broadcasting

television industry shares with labor this responsibility in meeting

the problems of technological change. Too often management has been

concerned with limiting the activities of unions through rigid control of the

contributions of unions.

This study presents a technique to radio broadcasting in

this country as an industry facing serious. The history of broadcasting

its development as big business, and broadcasting's responsibility

to the public interest are considered. Next presented are the structure,

government, policies, and institutionalism of radio unions. In the treatment of union institutionalism, programs for health and welfare benefits, labor education, and political activity are outlined. The effects of legislation on the collective bargaining patterns of the unions are then considered. In particular how such legislation as the Lea Act, the Labor Management Relations Act of 1947, and the National Labor Relations Act of 1935 affects collective bargaining is outlined. On the management side of the picture is a review of the activities and attitudes of the National Association of Broadcasters. The problems of jurisdiction, with various examples of jurisdictional disputes, is first developed with reference to radio broadcasting and then with television. The television field background is first presented with its relationship with radio broadcasting. Television is one form of technological development that has accentuated the problems of radio unions; television as a mass entertainment medium also offers a possibility of resolution of these problems.

A correlation between union membership and employment in the radio-television industry is almost impossible to obtain. The statistics available on employment in the industry do not distinguish between full-time and part-time employees. On the other hand a performer may be counted as a union member but remain unemployed.

Memberships in the unions have increased greatly the past few years creating problems of finding new avenues of employment for the entertainers and expanding the avenues already open. In 1948, for example, a survey concluded that AFRA had increased its membership rolls

Government, policies, and institutional arrangements of radio unions, in the  
treatment of union institutionalism, programs for health and safety  
benefits, labor education, and political activity are outlined. The  
effects of legislation on the collective bargaining systems in the  
unions are then considered. In particular how such legislation as the  
Labor-Management Relations Act of 1947, and the National  
Labor Relations Act of 1935 affect collective bargaining in industry.  
On the management side of the picture is a review of the activities  
and attitudes of the National Association of Manufacturers. The problems  
of jurisdiction, with various examples of jurisdictional disputes, is  
first developed with reference to radio broadcasting and then with  
reference to television. The television labor problems is first presented with  
reference to the relationship with radio broadcasting. Reference is made to labor-  
logical development that has occurred in the industry of radio unions;  
reference is made to the relationship with television a possibility of  
resolution of these problems.

A correlation between union membership and employment in the  
radio-television industry is shown, especially in detail. The statistics  
available on employment in the industry do not distinguish between  
full-time and part-time employees. On the other hand a permanent job  
is counted as a union member job unless specified.

Statistics in the unions have increased greatly in the past few  
years covering portions of financial and revenue of management for the  
entertainment and expanding the various unions. In 1956, for  
example, a survey concluded that 87% had increased the membership rolls



133 percent over a seven year period.<sup>1</sup> The same survey revealed that AFM had increased membership 60 percent, AGVA 200 percent, AGMA 100 percent, Actors' Equity 54 percent, etc. An interpretation of such figures would have to take into account that many union members were inactive and not in the labor market. A large amount of this increase, however, resulted from the organizing of unorganized entertainers within the various fields. Any interpretation would also have to consider that each year newcomers are entering the entertainment fields, especially television, by the thousands. Unemployment among the musicians is difficult to determine because most card holders are employed on a part-time basis.

The following table illustrates in brief the increase in talent union membership from 1941 to 1948:<sup>2</sup>

<u>Union</u>	<u>Membership Figures</u>	
	<u>1941</u>	<u>1948</u>
American Federation of Radio Artists (AFRA)	12,000	28,000
Actors' Equity (AE)	3,731	5,889
American Federation of Musicians (AFM)	137,000	237,000
American Guild of Variety Artists (AGVA)	16,438	48,165
Screen Actors' Guild (SAG)	8,000	8,000
American Guild of Musical Artists (AGMA)	900	1,800
Chorus Equity (CE)	5,000	5,200

<sup>1</sup> Billboard, Jan. 1, 1948, p. 3.

<sup>2</sup> Billboard, Jan. 1, 1948, p. 4.

133 percent over a seven year period. The same survey revealed that AFM had increased membership 50 percent, IATSE 200 percent, AEA 100 percent, Actors' Equity 25 percent, etc. An investigation of such figures would have to take into account that many union members were inactive and not in the labor market. A large amount of this increase, however, resulted from the organizing of unemployed entertainers within the various fields. For information on this also have to consider that each year thousands are entering the entertainment field, especially television, by the thousands. Unemployment among the musicians is difficult to determine because most card holders are employed on a part-time basis.

The following table illustrates in detail the increase in total union membership from 1941 to 1948:

Total Membership		Union
1948	1941	
20,000	1,200	American Federation of Radio Artists (AFRA)
2,500	2,731	Actors' Equity (AE)
257,000	131,000	American Federation of Musicians (AFM)
10,100	18,470	American Guild of Variety Artists (AGVA)
6,800	6,800	Screen Actors' Guild (SAG)
1,600	201	American Guild of Musical Artists (AGMA)
2,100	2,100	Chorus Equity (CE)

<sup>1</sup> Billboard, Jan. 1, 1948, p. 3.

<sup>2</sup> Billboard, Jan. 1, 1948, p. 4.

<u>Union</u>	<u>Membership Figures</u>	
	<u>1941</u>	<u>1948</u>
International Alliance of Theatrical Stage Employees (IATSE)	20,000	60,000
Scenic Artists' Union (SAU)	500	525
Dramatists' Guild (DG)	2,441	3,202
Radio Writers' Guild (RWG)	300	1,800
Radio and Television Directors Guild (RTDG)	25*	290

\*1947 last year figures available.

Technological change is the key concept in tracing the pattern of trade unionism in the entertainment industry. Technology has had its influence in both the craft and talent union organization. Obviously "live" musicians are not needed to supply background music in motion picture theaters, although this "make-work" or "feather-bedding" labor practice has been promoted by the American Federation of Musicians. In fact the activities of the musicians' union have been shaped and influenced by technological change more than those of any other entertainment union. Furthermore the American Federation of Musicians is the one entertainment union that is active in all phases of the entertainment world. For this reason this study will place special emphasis on the musicians' union in the fields of radio and television.

In outlining the musicians' conflict with mechanized music it must be first pointed out that the quarrel is not with the production of mechanized music as such. The musicians feel that their unit of output--that of a single musical performance--is sold over and over again on the market to no benefit to the individual producer and with

Estimated figures

1948      1947

Union

1948	1947	Union
10,000	10,000	International Association of Theatrical Stage Employees (IATSE)
200	200	Screen Artists' Union (SAU)
2,000	2,000	Dramatists' Guild (DG)
1,000	1,000	Radio Writers' Guild (RWG)
200	200	Radio and Television Broadcasters Guild (RTBG)

\*1947 last year figures available.

Technological change in the key concept is timing the process

of trade activities in the entertainment industry. Technology has had

its influence in both the craft and talent value equations. Obviously

"five" mechanics are not needed so much as they were in earlier

picture theaters, although this "make-work" or "leather-ledding" labor

practice has been promoted by the American Federation of Musicians.

In fact the activities of the musicians' union have been shaped and

influenced by technological change more than those of any other enter-

tainment union. Furthermore the American Federation of Musicians is

the one entertainment union that is active in all phases of the

entertainment world. For this reason this study will place special

emphasis on the musicians' union in the fields of radio and television.

In outlining the musicians' conflict with mechanized music it

must be first pointed out that the period is not with the production

of mechanized music as such. The musician feels that this shift of

output--that of a single musical performance--is sold over and over

again on the market to an extent he the individual producer and artist

enormous profits to the broadcasters who own the mechanized reproducers. Mechanized reproduction or "canned music" may take the form of records, transcriptions, sound tracks of motion pictures, or television sound tracks. In 1929 nearly every theatre employed live musicians. When sound pictures or "talkies" were introduced about 18,000 full-time musicians were discharged.<sup>1</sup>

The lot of the musician since the sound motion picture has not improved. During the fiscal year ended June 30, 1945, the eight major Hollywood studios employed on a part-time basis 5,158 union members. Average salary paid was \$1,009.85. Only 239 union members received full-time employment as instrumentalists.<sup>2</sup> Considering the importance of music to motion pictures it does indeed seem strange that the major studios in Hollywood employing the most musicians spent nine tenths of one percent of total expenditures on musicians.<sup>3</sup>

Any consideration of the problems of musicians in broadcasting must take into account the recording industry. Records make up the majority of musical broadcasts. The American Federation of Musicians claims that not one musician is permanently employed in the recording field on a full-time basis. To explain their claims the recording industry the musicians point to the incomes of the "big-three" record companies: RCA-Victor, Columbia, and Decca. Income for the lowest of

---

<sup>1</sup> American Federation of Musicians, *The Record on Records*, 1948, p. 7.

<sup>2</sup> American Federation of Musicians, *op. cit.*, p. 7.

<sup>3</sup> *Ibid.*

enormous profits to the producers and the...  
mechanized reproduction of "cheap music" was the...  
transcriptions, sound tracks of motion pictures, or...  
tracks. In 1957 nearly every major...  
sound picture or "talkies" were...  
maintains was discharged.

The lot of the musician...  
improved. During the fiscal year...  
Hollywood studios employed...  
Average salary...  
full-time employment...  
of music to motion pictures...  
major portion in Hollywood...  
tens of one percent of total...  
any consideration of the...  
must take into account the...  
majority of motion pictures...  
claim that one...  
field on a full-time basis...  
industry the musician...  
companies: RCA-Victor, Columbia, Decca, and...  
of

---

1 American Federation of Musicians, The Record on Records, 1957, p. 7.  
2 American Federation of Musicians, p. 7.  
3 Ibid.

the three, Decca, in 1946 was \$3,224,538 before taxes.<sup>1</sup> The American Federation of Musicians submits that the recording industry could not exist except for musicians producing records. Inequalities appear to exist when it is shown that RCA used 2,844 musicians whose average union scale earnings per man for the year 1946 amounted to \$177. Columbia employed 1,924 musicians; each musician received average scale earnings of \$213.75 for the year. Decca's 1,642 musicians received average scale earnings of \$103 per man per year. The rank and file instrumentalist received less than one cent per record sold.<sup>2</sup>

The union argument continues that recording artists are the cream of the profession. They are hired casually for three or six hour sessions, incidental employment in a multi-million dollar industry which could not exist without them. Moreover these artists must rely on other engagements for their living--engagements directly threatened by the records they themselves produce.

An allied industry to the recording business is that of electrical transcription. This industry supplies recorded performances of union members to radio stations for packaged shows, commercial jingles and musical backgrounds. Many statistics are not available on the incomes of transcription companies. But Frederick W. Ziv, Inc., as an example,

---

<sup>1</sup> Ibid.

<sup>2</sup> American Federation of Musicians, op. cit., p. 11.

the time, because, in 1986 was 2,200,000 dollars. The American  
Federation of Musicians would like to know if the industry could not  
exist except for musicians performing services. In previous years  
to exist when it is shown that not only 2,000 musicians were average  
union scale earnings per year for the year 1986 amounted to \$17,000.  
Columbia enjoyed 1,200 musicians; each musician received average scale  
earnings of \$13,750 for the year. Each of 1,000 musicians received  
average scale earnings of \$10,000 per year. The year 1986  
instrumentalist receives less than one eighth of what he  
the union argument would be that the musician should be the  
owner of the profession. They are given certain rights of the  
four seasons, individual industry has a right to collect  
industry which could not exist without them. However, the industry  
must rely on other organizations for their living arrangements directly  
financed by the records they themselves produce.  
An allied industry to the recording business is that of electrical  
transcription. This industry requires recorded performance of union  
members to make sessions for recorded shows, commercial jingles and  
musical backdrops. Any musician who has a studio or the income  
of transcription companies. The American Music Co., as an example,

---

1 Ibid.

2 American Federation of Musicians, op. cit., p. 11.



had estimated gross sales of \$10,000,000 for 1947.<sup>1</sup> In 1946 this company paid only \$39,239 in union wage scales to musicians and orchestra leaders.<sup>2</sup>

Radio is under a distinct obligation recognized by the Federal Communications Commission and the courts to employ live talent. Musicians, actors and other have noted that this obligation has meant nothing more than periodic studies showing that the vast majority of stations do not use live talent. In the FCC's report of March 7, 1946 it was revealed that the average radio station employs less than one third of one musician. The field of television has proved another thorn in the side of the musician. Although many union contracts prohibited the use of motion picture sound tracks on television in the infancy of this medium, this problem has been circumvented by the television industry. Even records are being used by television disc jockeys and there is the innovation of the television record--the kinescope--to be considered.

Observers of the effects of technology upon the musicians' profession may conclude that this situation offers no features to distinguish it from other apparently similar situations. However sympathetic they may be with the immediate victims of technological displacement, they may suggest that although technology causes temporary

---

<sup>1</sup> American Federation of Musicians, op. cit., p. 11.

<sup>2</sup> Ibid.

had estimated gross sales of \$1,000,000 for 1951. <sup>1</sup> The 1950 sales

company paid only \$2,500 in sales taxes as compared with

orchestra leaders. <sup>2</sup>

Radio is under a different obligation imposed by the Federal

Communications Commission and the courts to employ live talent.

Musicians, actors and other live talent are being collected in large

nothing more than periodic sessions showing that the vast majority of

stations do not use live talent. In the FCC's report in 1949, <sup>3</sup> it

it was revealed that the average radio station employs less than one

third of one musician. The field of television has proved another

front in the use of the musician, although early union contracts

prohibited the use of motion picture music tracks on television in the

infancy of this medium, this provision has been circumvented by the

television industry. Live records are being used by television sta-

tionary and there is the possibility of the television record-

business--to be considered.

Observers of the effects of technology upon the musician

profession may conclude that this situation offers no reason to

distinguish it from other rapidly changing situations. However,

sympathetic they may be with the musician's plight of technological

displacement, they say a great deal about technology causing temporary

<sup>1</sup> American Federation of Musicians, op. cit., p. 11.

<sup>2</sup> Ibid.

displacement and unemployment, forces skilled workers into unskilled jobs at lower wages, and spells the end of opportunity for the older workers, the machine opens new areas of employment which more than compensate for temporary maladjustments. They point out that the perfection of sound movies, phonograph records, radio and television make it obvious that fewer musicians are needed today; that the public is getting more, better, and cheaper music than it did twenty years ago; "and that fifty years from now, through greater development of recording and communication devices, only five hundred musicians will be needed to give the world all the music it wants, that will merely be another manifestation of technology's unalterable process."<sup>1</sup>

Television as the newest and most successful entertainment medium is about to add more radio workers to the ranks of the unemployed. Television today is in about the same stage of development as was radio in the 1920's. Radio actors may see the day when their end product is recorded and reproduced over and over again without a corresponding increase in income. On the other hand television may provide the means of union organization of the whole entertainment industry. These problems will be explored in the concluding chapters of this thesis.

---

<sup>1</sup> International Musician, March, 1948, p. 36.

displacement and unemployment, forces skilled workers into unskilled  
jobs at lower wages, and creates the need for opportunities for the other  
workers, the machine operator, the assembler, the packer, and the  
compensate for temporary unemployment. They point out that the  
perfection of sound music, phonograph records, and the television  
make it obvious that lower standards are needed today; and the music  
is getting more, better, and cheaper music than it did twenty years  
ago; and that fifty years from now, through greater development of  
recording and communication devices, only five or six musicians will  
be needed to give the world all the music it wants, with all a really  
be another manifestation of technology's scientific progress.

Technology is the cause and most successful instrument  
medium in about to add some other workers in the world of the unskilled.  
Technology today is in about the same stage of development as was man  
in the 1920's. Radio before we see the car, the plane, and the project  
is recorded and recorded over and over again without a corresponding  
increase in income. On the other hand television and radio provide the  
means of mass production of the whole entertainment industry.  
These problems will be explored in the concluding chapters of this  
thesis.

## CHAPTER II

### BACKGROUND OF UNIONISM IN RADIO BROADCASTING

The actual history of commercial radio broadcasting in the United States covers approximately the last thirty years. The pioneer station in the field was KDKA in Pittsburgh.

Pittsburgh's KDKA went on the air November 2, 1920 in time to broadcast the Harding-Cox election returns. By late 1922 there were 200 radio stations in the United States and over 3,000,000 radio sets. Even at this primitive stage of development a large proportion of radio entertainment was "canned music" from phonograph records. Entertainers were amazed when Westinghouse announced in 1922 that the company intended to spend \$5,000,000 for radio talent.<sup>1</sup> Up until this time musicians and actors were willing to perform on the air for publicity instead of wages. However, the musicians' union initiated wage scales for radio work on a local basis. It soon became a common practice to substitute recordings for live musicians in the hope of misleading the public. These actions brought a protest from the American Federation of Musicians in 1930 to the Federal Radio Commission.<sup>2</sup> This brought about a round of test cases. The Supreme Court of Pennsylvania upheld the musicians on the grounds that they had a right to prevent unauthorized use of their recordings.<sup>3</sup> But the circuit court

---

<sup>1</sup> Abel Green and Joe Laurie, Jr., Show Biz (New York: Henry Holt and Company, 1951), p. 233.

<sup>2</sup> Robert D. Leiter, The Musicians and Petrillo (New York: Bookman Associates, Inc., 1953), p. 67.

<sup>3</sup> Waring v. WDAS Broadcasting Station, Inc., 194 Alt. 631, Oct. 8, 1937

CHAPTER II

BACKGROUND OF RADIO IN THE UNITED STATES

The actual history of commercial radio broadcasting in the United States covers approximately the last thirty years. The pioneer station in the field was KDKA in Pittsburgh. Pittsburgh's KDKA went on the air November 2, 1920 in the form of a local station. By late 1922 there were 200 radio stations in the United States and over 2,000,000 radio sets. Even at this primitive stage of development a large proportion of radio entertainment was "canned music" from recording studios. Musicians were treated as entertainers and were paid for their services. This time musicians and composers were willing to perform on the air for publicity instead of wages. However, the musicians' union objected to work on a local basis. It soon became a national practice to subsidize recordings for live musicians in the hope of maintaining the public. These stations provided a protest from the American Federation of Musicians in 1930 to the Federal Radio Commission. This protest sought a form of collective bargaining. The Supreme Court of Pennsylvania upheld the musicians on the grounds that they had a right to prevent unauthorized use of their recordings. But the circuit court

1 Abel Green and Joe Lurie, Inc., v. Blue Bell, Inc., 125 F.2d 1011, 1012 (3d Cir., 1941), p. 1012.  
 2 Robert D. Lister, The Musicians and Their Union, (New York: Doubleday Associates, Inc., 1953), p. 67.  
 3 Waring v. Gess, 337 U.S. 193, 194 (1949).

of appeals ruled in 1940 that the musicians' rights ended with the sale of the records.<sup>1</sup> Thus radio stations could not be restrained in the use of records.

In December 1936, the Chicago Federation of Musicians prohibited the making of recordings without the permission of the local executive board. This move was made in the face of immediate unemployment to counteract the use of records in broadcasting. However, the ban was never put into effect. In 1937 the AFM negotiated with the three major networks, and the networks agreed to spend an additional \$2,000,000 yearly for staff musicians.<sup>2</sup> Through the National Committee of Independent Broadcasters the unaffiliated stations agreed to expend for staff musicians an amount equal to five and a half percent of 1937 time sales over \$15,000. Later the Department of Justice advised the union and the broadcasters that the agreements were not legal. When they expired in 1940 they were not renewed.<sup>3</sup> In 1938 the union began a system of licensing the record and transcription companies. These licenses were contracts whereby the companies agreed to hire only union musicians and musicians were allowed to work only for the licensed companies.<sup>4</sup>

---

<sup>1</sup> RCA Mfg. Co., Inc. v. Whiteman, 114 F 2d 86, CCA 2, July 25, 1940; affirmed by U. S. Supreme Court, 311 U. S. 712, Dec. 16, 1940.

<sup>2</sup> Leter, op. cit., p. 69.

<sup>3</sup> Ibid, p. 70.

<sup>4</sup> Ibid.

of appeals filed in 1930 and the number of appeals filed in 1931. This radio station could not be retained in the use of records.

In December 1930, the Chicago Federation of Labor prohibited the making of recordings without the permission of the local executive board. This move was made in the face of immediate unemployment to counteract the use of records in broadcasting.

However, the ban was never put into effect. In 1937 the NLR negotiated with the three major networks, and the network agreed to spend an additional \$2,000,000 yearly for staff maintenance. Through the National Committee of Independent Broadcasters the unaffiliated stations agreed to expend for staff maintenance an amount equal to 15% and a half percent of 1937 time sales over \$15,000. Later the Department of Justice advised the union and the broadcasters that the agreements were not legal. When they expired in 1940 they were not renewed.

In 1938 the union began a system of licensing the record and transcription companies. These licenses were contracts whereby the companies agreed to hire only union members and maintainers were allowed to work only for the licensed companies.

1. See W.P.A. v. Radio, 111 F.2d 238, 241, 242, 243, 244, 245, 246, 247, 248, 249, 250, 251, 252, 253, 254, 255, 256, 257, 258, 259, 260, 261, 262, 263, 264, 265, 266, 267, 268, 269, 270, 271, 272, 273, 274, 275, 276, 277, 278, 279, 280, 281, 282, 283, 284, 285, 286, 287, 288, 289, 290, 291, 292, 293, 294, 295, 296, 297, 298, 299, 300, 301, 302, 303, 304, 305, 306, 307, 308, 309, 310, 311, 312, 313, 314, 315, 316, 317, 318, 319, 320, 321, 322, 323, 324, 325, 326, 327, 328, 329, 330, 331, 332, 333, 334, 335, 336, 337, 338, 339, 340, 341, 342, 343, 344, 345, 346, 347, 348, 349, 350, 351, 352, 353, 354, 355, 356, 357, 358, 359, 360, 361, 362, 363, 364, 365, 366, 367, 368, 369, 370, 371, 372, 373, 374, 375, 376, 377, 378, 379, 380, 381, 382, 383, 384, 385, 386, 387, 388, 389, 390, 391, 392, 393, 394, 395, 396, 397, 398, 399, 400, 401, 402, 403, 404, 405, 406, 407, 408, 409, 410, 411, 412, 413, 414, 415, 416, 417, 418, 419, 420, 421, 422, 423, 424, 425, 426, 427, 428, 429, 430, 431, 432, 433, 434, 435, 436, 437, 438, 439, 440, 441, 442, 443, 444, 445, 446, 447, 448, 449, 450, 451, 452, 453, 454, 455, 456, 457, 458, 459, 460, 461, 462, 463, 464, 465, 466, 467, 468, 469, 470, 471, 472, 473, 474, 475, 476, 477, 478, 479, 480, 481, 482, 483, 484, 485, 486, 487, 488, 489, 490, 491, 492, 493, 494, 495, 496, 497, 498, 499, 500, 501, 502, 503, 504, 505, 506, 507, 508, 509, 510, 511, 512, 513, 514, 515, 516, 517, 518, 519, 520, 521, 522, 523, 524, 525, 526, 527, 528, 529, 530, 531, 532, 533, 534, 535, 536, 537, 538, 539, 540, 541, 542, 543, 544, 545, 546, 547, 548, 549, 550, 551, 552, 553, 554, 555, 556, 557, 558, 559, 560, 561, 562, 563, 564, 565, 566, 567, 568, 569, 570, 571, 572, 573, 574, 575, 576, 577, 578, 579, 580, 581, 582, 583, 584, 585, 586, 587, 588, 589, 590, 591, 592, 593, 594, 595, 596, 597, 598, 599, 600, 601, 602, 603, 604, 605, 606, 607, 608, 609, 610, 611, 612, 613, 614, 615, 616, 617, 618, 619, 620, 621, 622, 623, 624, 625, 626, 627, 628, 629, 630, 631, 632, 633, 634, 635, 636, 637, 638, 639, 640, 641, 642, 643, 644, 645, 646, 647, 648, 649, 650, 651, 652, 653, 654, 655, 656, 657, 658, 659, 660, 661, 662, 663, 664, 665, 666, 667, 668, 669, 670, 671, 672, 673, 674, 675, 676, 677, 678, 679, 680, 681, 682, 683, 684, 685, 686, 687, 688, 689, 690, 691, 692, 693, 694, 695, 696, 697, 698, 699, 700, 701, 702, 703, 704, 705, 706, 707, 708, 709, 710, 711, 712, 713, 714, 715, 716, 717, 718, 719, 720, 721, 722, 723, 724, 725, 726, 727, 728, 729, 730, 731, 732, 733, 734, 735, 736, 737, 738, 739, 740, 741, 742, 743, 744, 745, 746, 747, 748, 749, 750, 751, 752, 753, 754, 755, 756, 757, 758, 759, 760, 761, 762, 763, 764, 765, 766, 767, 768, 769, 770, 771, 772, 773, 774, 775, 776, 777, 778, 779, 780, 781, 782, 783, 784, 785, 786, 787, 788, 789, 790, 791, 792, 793, 794, 795, 796, 797, 798, 799, 800, 801, 802, 803, 804, 805, 806, 807, 808, 809, 810, 811, 812, 813, 814, 815, 816, 817, 818, 819, 820, 821, 822, 823, 824, 825, 826, 827, 828, 829, 830, 831, 832, 833, 834, 835, 836, 837, 838, 839, 840, 841, 842, 843, 844, 845, 846, 847, 848, 849, 850, 851, 852, 853, 854, 855, 856, 857, 858, 859, 860, 861, 862, 863, 864, 865, 866, 867, 868, 869, 870, 871, 872, 873, 874, 875, 876, 877, 878, 879, 880, 881, 882, 883, 884, 885, 886, 887, 888, 889, 890, 891, 892, 893, 894, 895, 896, 897, 898, 899, 900, 901, 902, 903, 904, 905, 906, 907, 908, 909, 910, 911, 912, 913, 914, 915, 916, 917, 918, 919, 920, 921, 922, 923, 924, 925, 926, 927, 928, 929, 930, 931, 932, 933, 934, 935, 936, 937, 938, 939, 940, 941, 942, 943, 944, 945, 946, 947, 948, 949, 950, 951, 952, 953, 954, 955, 956, 957, 958, 959, 960, 961, 962, 963, 964, 965, 966, 967, 968, 969, 970, 971, 972, 973, 974, 975, 976, 977, 978, 979, 980, 981, 982, 983, 984, 985, 986, 987, 988, 989, 990, 991, 992, 993, 994, 995, 996, 997, 998, 999, 1000.

2. Ibid., p. 70.

3. Ibid.

4. Ibid.



Radio was an \$800,000,000-a-year business in 1925.<sup>1</sup> But talented entertainers were still finding it difficult to make a living. In Chicago the Radio Broadcasting Artists Association was formed in answer to this problem. This organization later became the American Federation of Radio Artists. National sponsors were already making radio profitable for the broadcasters. WHN received \$750 a week for two half-hour shows.<sup>1</sup>

"Radio," said Will Rogers in 1926, "is too big a thing to be out of."<sup>2</sup> 1926 was the year when the National Broadcasting Company was formed. Its key stations were WEAF and WJZ in New York. The formation of the network brought radio advertising into the big business brackets. With its network affiliation WJZ advanced the idea that radio needed sustaining as well as commercial shows and that it was the function of the radio station to pay for talent on sustaining programs. Ninety percent of radio broadcasting in 1926 was music. Paul Whiteman received \$5,000 for an hour broadcast as an orchestra leader.<sup>3</sup> However, many musicians were willing to appear on NBC's other affiliate for the publicity. While Sears Roebuck's WLS in Chicago was paying \$5 for guest appearances, NBC was paying Eddie Cantor \$1,500.<sup>4</sup> Amos 'n' Andy rose

---

<sup>1</sup> Green and Laurie, op. cit., p. 237.

<sup>2</sup> Green and Laurie, op. cit., p. 239.

<sup>3</sup> Ibid.

<sup>4</sup> Ibid., page 241.

Radio was an \$800,000, 50-year business in 1926. The business  
 entrepreneurs were still looking for outlets to make a living. In  
 Chicago the Radio Broadcasting Artists Association was formed to answer  
 to this problem. This organization later became the National Federation  
 of Radio Artists. National sponsors were already making radio profitable  
 for the producers. WBBB received \$100 a week for the half-hour  
 shows.<sup>1</sup>

"Radio," said Will Rogers in 1926, "is too big a thing to be  
 out of." 1926 was the year when the National Broadcasting Company  
 was formed. Its key stations were WJLB and WJL in New York. The  
 formation of the network brought radio advertising into the national  
 picture. With the network affiliation all advanced the use of  
 radio needed advertising as well as commercial shows and that it was the  
 function of the radio station to pay for talent on advertising programs.  
 Ninety percent of radio broadcasting in 1926 was music. Paul Whiteman  
 received \$5,000 for an hour broadcast as an orchestra leader. However,  
 many musicians were willing to appear on NBC's other affiliates for the  
 publicity. While Sears Roebuck's ad in Chicago was paying \$5 for great  
 exposure, NBC was paying radio talent \$1,000. And in any case

---

1 Green and Lewis, op. cit., p. 237.  
 2 Green and Lewis, op. cit., p. 237.  
 3 Ibid.  
 4 Ibid., page 241.

from a salary of \$250 per week to \$2,000.<sup>1</sup>

During the depression radio common stocks, which had soared spectacularly from 1927 through 1929, fell far below pre-1927 quotations. Of course big name entertainers were among the first to feel the effects of the depression. Transcriptions or recordings became more popular as an economy measure. In spite of the depression radio advertisers spent heavily in order to keep their inventories moving. Prices for top radio time ranged between \$10,500 and \$11,380 an hour.

The present American Federation of Radio Artists was organized in 1936. The organization's chief concern in its early months was the protection of script writers. The union wanted to do something about "factory scripting methods" which sometimes paid the individual writer \$25 a week for several soap opera scripts. Another unfavorable practice was the sponsor's paying radio acting talent in merchandise instead of cash. The Federal Theatre Project during the days of the New Deal was a direct help to Equity members but did little to help unemployment among radio actors.

A Columbia Broadcasting System survey in 1933 counted 60,000,000 radio listeners and over 16,000,000 sets in operation.<sup>2</sup> In 1939, radio stations reported a net profit of \$19,000,000. The following year radio was paying \$490,000 a week in talent costs. In 1938 the former

---

<sup>1</sup> Ibid.

<sup>2</sup> Green and Laurie, op. cit., p. 410

from a salary of \$250 per week to \$3,000.

During the depression radio stations, which had ceased  
speculatively from 1927 through 1932, fell far below 1927 standards.  
Of course big name entertainers were among the first to feel the effects  
of the depression. Descriptions of recording sessions were common  
as an economy measure. In spite of the depression radio advertisers  
spent heavily in order to keep their inventories moving. Prices  
for top radio time ranged between \$1,500 and \$11,000 an hour.

The present American Federation of Radio Artists was organized  
in 1936. The organization's chief concern in the early months was the  
protection of script writers. The union aimed to do something about  
"factory scripting methods" which subjected the individual writer  
to a week for several days of work. American writers' practice  
was the sponsor's paying radio acting talent in merchandise instead  
of cash. The Federal Reserve project during the days of the New Deal  
was a direct help to radio writers but did little to help management  
among radio actors.

A Columbia Broadcasting System survey in 1937 reported 60,000,000  
radio listeners and over 10,000,000 sets in operation.<sup>5</sup> In 1939, radio  
stations reported a net profit of \$18,000,000. The following year  
radio was paying \$100,000 a week in talent costs. In 1938 the figure

<sup>1</sup> ibid.

<sup>5</sup> Green and Lewis, op. cit., p. 110

mayor of New York, Jimmy Walker, became president of the National Association of Performing Artists. This latter group was organized by Fred Waring in an effort to collect performance fees from radio disc jockeys. Under the Copyright Act of 1909 this organization, like the American Federation of Musicians, found itself without redress.<sup>1</sup>

The contribution of radio in 1937 was the emergence of the "disc jockey" as a distinct phenomenon. This term was originated by Variety to describe announcers who played records usually from midnight till dawn. This particular device brings musical performances into millions of homes under the sponsorship of local and national advertisers. Millions of dollars are paid annually to the radio stations, large and small, for the sale of time during which the playing of records, interspersed with advertising, is the principal fare. Variety in its 1947 yearbook reported that "stations whose revenue from "disc jockey" sessions represent anywhere from 40% to 75% of their gross income are anything but rare".<sup>2</sup> The popularity of "disc jockey" programs grows with each succeeding year. This popularity has caused the American Federation of Musicians to ask, "what of the musician whose presence at the radio station might have been required were it not for the 'disc jockey' broadcast of phonograph records?"<sup>3</sup>

---

<sup>1</sup> Ibid., p. 417

<sup>2</sup> Variety, Jan. 7, 1948, p. 92

<sup>3</sup> "The Why of Standby", (Editorial), International Musician, Jan., 1948, page 6.

Mayor of New York, Jimmy Walker, became president of the National  
 Association of Performing Artists. This latter group was organized  
 by first writing an effort to collect performing fees from radio  
 disc jockeys. Under the Copyright Act of 1909 this organization  
 like the American Federation of Musicians, found itself almost powerless.  
 The contribution of radio in 1937 was the emergence of the  
 "disc jockey" as a distinct phenomenon. This term was originated by  
 Variety to describe announcers who played records usually from midnight  
 till dawn. This particular device during musical performances into  
 millions of homes under the sponsorship of local and national advertisers.  
 Millions of dollars are paid annually to the radio stations, radio and  
 well, for the sale of time during which the playing of records,  
 interspersed with advertising, is the principal fare. Variety in its  
 1937 yearbook reported that "radio's share of revenue from disc jockeys"  
 seasons represent a share from 1935 to 1937 of their gross income  
 are anything but rare." The popularity of "disc jockey" programs  
 grows with each succeeding year. This popularity has caused the  
 American Federation of Musicians to ask, "What of the musician who  
 presents at the radio station might have been reduced, and is not for  
 the 'disc jockey' broadcast of phonograph records?"

- 
- 1 Ibid., p. 211
  - 2 Variety, Jan. 3, 1938, p. 27
  - 3 The Way of Standard, (Editorial), International Musicians,  
 Jan., 1938, page 8.

Although only a few topflight musicians are eligible for employment in the recording industry, and only the most proficient ever engage in recording activities, the wages paid to musicians appear small indeed to the receipts paid to the record companies. Those who use records for commercial purposes, such as "disc jockeys" and juke box operators, do not pay one penny to musicians whose talents and labors they exploit for millions of dollars annually.

The great majority of all radio broadcasts either features musical entertainment or uses musical background. Yet live musicians are employed by only a small fraction of broadcasters while recorded, transcribed and network music forms the overwhelming basis of musical offerings. The desirability of employment of live talent by broadcasters has been given lip service by the Federal Communications Commission, by the courts, and by radio broadcasters themselves on repeated occasions. Thus, the Commission has stated:

"There is no doubt that the listener's interest is enhanced by the knowledge that the artists is performing simultaneously with the reception in the home. Likewise, it is most important to guarantee the continuance of such appearances both from the standpoint of continuing the gainful employment of the artists who have contributed so much to the art of broadcasting and from the standpoint of the public. Indeed, radio broadcasting would lose much of its appeal to the public if the rendition of live talent programs is in any way curbed."<sup>1</sup>

---

<sup>1</sup> International Musician, Jan. 1948, page 10

Although only a few people are eligible for membership in the recording industry, and only a few are prominent even among its recording activities, the way is open to millions upon millions to the records business. These are the records for commercial purposes, such as those prepared by the operators, do not pay one penny to anyone other than the operators, they exploit for millions of dollars annually.

The great majority of all radio broadcasts are prepared in a casual entertainment or news form of broadcast. The few who are employed by only a small fraction of the population are transcribed and sent to the stations for broadcast. The desirability of securing a list of these operators has been given in a report by the Federal Communications Commission, by the courts, and by the Congressional Committee on repeated occasions. Thus, the Commission has stated:

"There is no doubt that the list of operators is of great value to the Government in its efforts to locate and identify the stations which are used for the transmission of communications. It is most important to determine the stations of such operators and to determine the stations of those who have committed or who are likely to commit offenses against the radio laws. The list of operators is also of great value to the public in the selection of its talent program and in the selection of its



Chief Justice Vinson, when a member of the Court of Appeals for the District of Columbia, expressed the Court's approval of the Commission's finding that "under the direct provisions of the statute the rights of citizens to enjoy local broadcasting privileges were being denied" through the obliteration of local talent.<sup>1</sup>

Despite these salutes to public interest, convenience, and necessity, the use of recorded and transcribed network programs increases with the years and with such development, inevitably, the employment opportunities of musicians diminish. The Federal Communications found in January, 1945, only 19.7% of all radio daytime broadcasts and 15.5% of all programs between 6 P.M. to 11 P.M. were given to broadcasts of local live talent by 703 radio stations.<sup>2</sup> In December, 1947, representatives of a local Chicago station testified before a United States District Court that 90% of its broadcast time was devoted to music, and 100% of those musical offerings were in the form of recordings and transcriptions.

This practice typifies the activities of the great majority of local broadcasters whose violation of their duty to operate in the public interest impelled the Federal Communications Commission on March 7, 1946 to issue its report entitled "Public Service Responsibility of Broadcast Licensees," commonly referred to as the "Blue Book."

---

<sup>1</sup> Ibid., page 10

<sup>2</sup> Public Service Responsibility of Broadcast Licensees, Federal Communications Commission, 1946, p. 37.

Chief Justice Vinson, when a member of the Court of Appeals for the District of Columbia, expressed the Court's approval of the Commission's finding that "under the direct provisions of the statute the right of citizens to enjoy local broadcasting privileges was being denied through the operation of local stations."

Despite these sales to public interest, convenience, and necessity, the use of recorded and transmitted a radio program increases with the years and with such development, inevitably, the employment opportunities of untrained individuals. The Federal Communications Commission found in January, 1945, that 93.7% of all radio transmitting stations and 12.5% of all programs broadcast between 7:30 a. m. and 10:00 p. m. were given to broadcast of local live talent by 700 radio stations. In February, 1945, representatives of a local Chicago station testified before a United States District Court that 90% of its broadcast time was devoted to music, and 10% of those musical selections were in the form of recordings and transmissions.

This practice stifles the activities of the great majority of local producers whose education or training is directed to the public interest. The Federal Communications Commission on March 7, 1946, issued the report entitled "Radio Service Responsibility of Broadcast Licensees," commonly referred to as the "Blue Book."

1 Ibid., page 10.

2 Public Service Responsibility of Broadcast Licensees, Federal Communications Commission, 1946, p. 11.

A careful examination of the contents of that report is recommended to the American public whose "interest, convenience or necessity" reportedly is ever uppermost in the hearts and minds of the radio broadcasters. "The combined casuistry of the legal and economic staffs of the networks and of the National Association of Broadcasters cannot obscure the cold facts to be gleaned from the 'Blue Book'."<sup>1</sup>

When radio was in its infancy, station operators solicited the aid of musicians in building up an industry that was only beginning to feed at the trough of advertising revenues. Musicians responded generously in contributing their services ...in many instances without pay. Practices such as remote broadcasts from hotels, casinos, and similar locations which radio stations utilize without making any payment to musicians, persist from customs established in these past years. Radio vowed that these contributions were deeply appreciated and promised that as the industry developed, musicians would share in the feast. For the past several years the table has been laid but the musicians have had to fight for scraps.<sup>2</sup>

The public's appreciation of radio, the recognition of its contributions to entertainment, and the acknowledgement of its services to the cause of education are shared by the entertainment unions. The unions appreciate the advantages implicit in the network broadcasts

---

<sup>1</sup> International Musician, March, 1948, p.34.

<sup>2</sup> International Musician, March, 1948, p. 35.

A careful examination of the contents of that report is recommended to the American public whose "interest, convenience or necessity" reportedly is ever uppermost in the hearts and minds of the radio producers. The combined earnings of the radio and television staffs of the networks and of the national association of broadcasters cannot obscure the cold facts to be gleaned from the "Blue Book".

When radio was in its infancy, station operators solicited the aid of mechanics in building up an industry that was only beginning to lead at the trough of advertising revenues. Technicians responded generously in contributing their services... in early instances, without pay. Practices such as remote production from hotels, restaurants, and similar locations which radio stations utilized without compensation, payment to mechanics, parties from certain entertainers in large hotels, radio wined and dined these contributions were deeply appreciated and promised that as the industry developed, mechanics would share in the feast. For the past several years the radio has been told that mechanics have had to fight for scraps.

The public's appreciation of radio, the recognition of its contributions to entertainment, and the acknowledgment of the services to the cause of education are shared by the entertainment unions. The unions appreciate the advantages implicit in the network broadcasts

---

1 International Brotherhood of Electrical Workers, March 1935, p. 17.  
2 International Brotherhood of Electrical Workers, March 1935, p. 17.

which bring outstanding performers to all sections of the nation. They understand the benefits derived from the use of electrical transcriptions which contribute to the perfection of programs, loosen the bonds which time belts impose on coast-to-coast broadcasts, and afford to local advertisers superlative programs at low cost. By and large the unions share with the public the growing anticipation of the developing field of television.

As technology progresses it would be well for all concerned to consider the end product of the musician or the performer. No new end product can be substituted for musical or dramatic performances. Musicians must be available if phonograph records are to be made and radio broadcasts are to continue. Motion picture and television producers will continue to require the services of actors and musicians if new films are to be released. All will continue to depend upon original performances for perpetuation of their multi-million dollar industry.<sup>1</sup>

Obviously, no profession can persist solely on the achievements of its most skilled practitioners. Only a few members of other professions achieve eminence and leadership, although the rank and file occupy respected positions on the American Scene. Achievement in the professional field, as well as other fields, depends on the participation of many practitioners. The unions support the idea that the

---

<sup>1</sup> International Musician, March, 1948, p. 37.

which bring outstanding performers to all sections of the nation.  
They understand the benefits derived from the use of mechanical  
transcriptions which contribute to the expansion of programs, lessons,  
the funds which this helps to raise on cost-free courses, and  
afford to local advertisers specialized services at low cost. By the  
large the unions share with the public the growing and active of the  
developing field of education.

As technology progresses it would be well for all concerned  
to consider the end product of the expansion of the industry, and  
new end product can be substituted for manual methods of instruction.  
Materials must be available in quantity, and the cost of the  
radio broadcasts are to continue. When these are available, the  
districts will continue to receive the benefits of radio and television  
if new lines are to be released. All will continue to depend upon  
original performance for preservation of their well-earned status.

Industry, I  
Obviously, no profession or career enjoys as the advancement  
of its most skilled practitioners. Only a few workers of other profes-  
sions achieve eminence and leadership, although the rank and file  
occupy respected positions on the American scene. Advancement in the  
professional field, as well as other fields, depends on his partici-  
pation of many practitioners. The unions support the idea that the

profession each particular union represents should merit the same consideration. The unions believe that it is good business for the moving picture producer, the record and transcription manufacturer, the radio broadcaster, and the telecaster to assure a continuing availability of the tools of their trades, "just as does the timberland operator, who in place of every tree felled, takes precaution that another will grow. Good business practice applauds reforestation."<sup>1</sup>

Unionism in the radio broadcasting field is represented by the following unions: American Federation of Radio Artists with 28,000 members; The American Federation of Musicians with 237,000 members and only a minority working in radio; The American Radio Association with 1600 members; the International Brotherhood of Electrical Workers; the National Association of Broadcast Engineers and Technicians with 2,400 members; the American Guild of Musical Artists; the Radio and Television Directors Guild with 500 members; the Radio Writers Guild with 1500 members, and the United Radio and Machine Workers. The United Electrical Radio and Machine Workers and the American Radio Association are affiliated with the Congress of Industrial Organization (CIO) and the other unions are affiliated with the American Federation of Labor (AFL). The American Federation of Radio Artists and the American Guild of Musical Artists are branches of a parent organization,

---

<sup>1</sup> International Musician, Feb., 1948, p. 42.

profession each particular union represents should merit the same consideration. The union believe that it is good business for the moving picture producer, the record and transcription manufacturer, the radio broadcaster, and the publisher to secure a continuing supply of the tools of their trades, "just as does the automobile operator, who in times of every five years, takes possession that another will grow. Good business practice requires re-investment. Unions in the radio broadcasting field is represented by the following unions: American Federation of Radio Artists with 28,000 members; The American Federation of Musicians with 57,000 members and only a minority working in radio; the American Radio Association with 1000 members; the International Brotherhood of Electrical Workers; the National Association of Independent Engineers and Technicians with 2,400 members; the American Guild of Musical Artists; the Radio and Television Directors Guild with 500 members; the Radio Writers Guild with 1500 members, and the United Radio and Machine Workers. The United Electrical Radio and Machine Workers and the American Radio Association are affiliated with the National Industrial Organizational (CIO) and the other unions are affiliated with the American Federation of Labor (AFL). The American Federation of Radio Artists and the American Guild of Musical Artists are members of a parent organization.



the Associated Actors and Artistes of America. The jurisdictional problems and inter-relationships of these unions will be covered in another chapter.

The unions have always had difficulties in organizing the radio industry because of the concerted resistance by employers. For instance in 1947 The American Federation of Radio Artists (AFRA) executed a total of twenty-six contracts with radio stations never before recognizing the union. This particular union lost elections in no less than fifteen stations. In addition in six other stations where the union had previously signed substantial majorities, AFRA was "knocked out of the picture" even before it reached the point of holding an election.<sup>1</sup> The latter situation might well be applied to the Albuquerque radio industry. To date AFRA has not been successful in organizing any one of Albuquerque's five radio stations.

---

<sup>1</sup> Billboard, Sept. 4, 1948, p. 22.

The Associated Actors and Artists of America. The geographical  
problems and inter-relationships of these unions will be covered  
in another chapter.

The unions have always had the goal of organizing the entire  
industry because of the concerted resistance by employers. For instance  
in 1941 the American Federation of Radio Artists (AFRA) succeeded  
total of twenty-six contracts with major stations. There were twenty-  
nating the union. This particular union had a section in no less than  
fifteen stations. In addition in all other stations where the union  
had previously signed substantial contracts, it was "picked out" of  
the picture, even before it reached the point of making an election.  
The latter situation might well be applied to the telephone  
industry. To ease AFRA has been successful in organizing any one  
of Alphonse's five radio stations.

CHAPTER III  
STRUCTURE, GOVERNMENT, AND POLICIES OF  
RADIO BROADCASTING UNIONS

In the history of unionism in the United States it is apparent that the local is the structural unit of organization while the international has become the economic unit. There has been a tendency in this country for the international to take more and more power and to exercise more and more control over its affiliated locals.<sup>1</sup> It has been said that the American Federation of Musicians exercises complete control over the professional musicians in this country. The musicians union to some extent has been organized along the lines of the medieval guilds. Anyone wishing to deal with professional musicians comes in contact with the AFM. The national union permits its locals to go their own ways, but the national has the power to intervene in the affairs of the local when it deems necessary.<sup>2</sup> For many years the present president of the American Federation of Musicians, James Caesar Petrillo, has received unkind treatment of his activities in the American press. To his assistants this small, belicose man of 63, is known as "Chief," "Chiefie," "J.C.P." or "Junior." But in everyday newspaper reports Mr. Petrillo usually is not accorded the use of his middle initial. His middle name, Caesar, is underscored.

---

<sup>1</sup> Harry A. Millis and Royal E. Montgomery, Organized Labor (New York: McGraw-Hill Book Company, 1945), p. 253.

<sup>2</sup> Leiter, op. cit., p. 93.

## STRUCTURE, GOVERNMENT, AND POLICY OF

## NATIONAL ORGANIZATIONS

In the history of unions in the United States it is apparent that the local is the principal unit of organization with the national has become the economic unit. There has been a tendency in this country for the international to take over and more power and to exercise more and more control over the affiliated locals.<sup>1</sup> It has been said that the American Federation of Labor's executive committee control over the professional relations in this country. The national union to some extent has been organized along the lines of the national guilds. Any one wishing to deal with professional relations comes in contact with the A.F. The national union retains the local to do their own work, but the national has the power to intervene in the affairs of the local when it seems necessary.<sup>2</sup> For many years the present knowledge of the American Federation of Labor, James Gustafson, has received unkind treatment of his activities in the American press. His assistance this year, before the war of '31, is known as "Chick", "Chickie", "L.C.P." or "Linton". But in everyday newspaper reports Mr. Petric usually is not accorded the use of his middle initial. His middle name, Gustaf, is unmentioned.

<sup>1</sup> Harry A. Miller and Royal A. Woodberry, Organized Labor (New York: McGraw-Hill Book Company, 1924), p. 233.

<sup>2</sup> Letter, op. cit., p. 23.

In 1942 an excerpt from a hearing before the Senate Interstate Commerce Committee subcommittee was transcribed as follows:

Senator Clark of Idaho . . . But would you not say pretty generally that Mr. Petrillo dominates the convention of the Federation of Musicians?

Mr. Padway . . . I would say exactly the opposite; he does not.

Senator Clark of Idaho . . . I am glad to have your expression on that.<sup>1</sup>

Mr. Padway at the time was an attorney for the AFM. His answer liberally interpreted would mean that all of Mr. Petrillo's acts as president of the union were performed within the framework of the constitution and regulations of the union. Moreover an examination of the AFM constitution would reveal that the union's power is chiefly vested in one man -- Mr. James C. Petrillo. His devotion to duty has won the respect and support of the members of the union. Another Congressional committee hearing in 1948 brought out the fact that Mr. Petrillo denies that he exercises absolute power over the musicians:

Mr. Hoffman . . . You know very well, and everyone in this room knows you are the absolute dictator as to what these locals shall or shall not do.

Mr. Petrillo . . . I object to that question. That is not a fair question.

Mr. Hoffman . . . That is a matter of opinion.

Mr. Petrillo . . . I am not a dictator and I don't dictate to the locals.<sup>2</sup>

---

<sup>1</sup> Use of Mechanical Reproduction of Music, Hearings before a Subcommittee of the Committee on Interstate Commerce, United States Senate, 1942 (77th Congress, 2nd Session) page 110

<sup>2</sup> Restrictive Union Practices of the American Federation of Musicians, Hearings before the Committee on Education and Labor, House of Representatives, 1948 (80th Congress, 2nd Session), P. 371.

In 1946 an executive order was issued by the President

Committee on Un-American Activities and its members as follows:

Senator Clark of Idaho . . . that he would not  
any more generally than the Executive Order  
the conviction of the President of the United States

Mr. Lehman . . . I would not generally the question  
he does not.

Senator Clark of Idaho . . . I am glad to have your  
expression on this.

Mr. Lehman at the time was an attorney for the U.S. and showed liberally

interpreted would mean that all of Mr. Terrell's acts as a member of

the union were performed within the framework of the constitution and

regulations of the union. However an examination of the constitution

tion would reveal that the union's charter is clearly void in the

Mr. James G. Terrell. His devotion to duty has not been the result of

support of the members of the union. Another Congressional committee

hearing in 1946 brought out the fact that Mr. Terrell's name that in

exercise absolute power over the organization

Mr. Hoffman . . . You know very well, and everyone in this  
room knows you are the absolute dictator in the labor  
local's union or shall we say.

Mr. Terrell . . . I object to that question. That is not  
a fair question.

Mr. Hoffman . . . That is a matter of opinion.

Mr. Terrell . . . I am not a dictator and I don't know  
to the local.

4 Use of "Executive Order" in the hearing on the  
Subcommittee of the Committee on Un-American Activities, House  
Senate, 1946 (7th Congress, 1st session), page 110.  
5 Executive Order 9835 of the President of the United States  
Hearings before the Committee on Un-American Activities, House  
of Representatives, 1946 (7th Congress, 2nd session), p. 311.

Though each of the structural units of the AFM has its functions, the powers of the president are such that strong central control is established. The president's authority stems from Article I, Section I, of the bylaws of the American Federation of Musicians which states:

Duties of President . . . It shall be his duty and prerogative to exercise supervision over the affairs of the Federation; to make decisions in cases where, in his opinion, an emergency exists; and to give effect to such decisions he is authorized and empowered to promulgate and issue executive orders, which shall be conclusive and binding upon all members and/or Locals; any such order may by its terms (a) enforce the Constitution, By-Laws, Standing Resolutions, or other laws, resolutions or rules of the Federation, or (b) may annul or set aside same or any portion thereof, except such which treat with the finances of the organization and substitute therefor other and different provisions of his own making...<sup>1</sup>

The constitution and bylaws of the American Guild of Musical Artists places central control of its activities in the hands of a Board of Governors:

Board of Governors . . . The general management, Direction and control of the affairs, funds and properties of the Guild, and the determination of the relations and obligations of members to the Guild, and of the Guild to its members, and of members, and of members as such to one another, and of the basic relations between members and managers, employers, contractors, agents, impresarios and others whose activities affect the members, except as they are expressly limited and/or controlled by the Constitution and By-Laws, shall be vested in the Board of Governors.<sup>2</sup>

---

<sup>1</sup> American Federation of Musicians, Constitution, By-Laws, and Standing Resolutions, 1947, p. 20.

<sup>2</sup> American Guild of Musical Artists, Agreement, Constitution and By-Laws, 1949, p. 20.

of the bylaws of the American Federation of Physicians which states  
established. The president's authority shall be as follows: Section 1,  
the powers of the president are those which are conferred upon him  
through each of the following articles of the constitution:

Duties of President . . . It shall be his duty and  
privilege to exercise supervision over the affairs  
of the Federation; to make decisions in cases where,  
in his opinion, an emergency exists; and to give  
effect to such decisions as he may deem proper and neces-  
sary to promote and defend the interests of the members,  
which shall be conclusive and binding upon all members  
and/or localities and shall have the same force  
and effect as the constitution, by-laws, resolutions,  
resolutions, or other laws, regulations or rules  
of the Federation, or of any local or state association  
with the interests of the organization and its members  
thereof and its constituent organizations.  
ending...

The constitution and bylaws of the American Guild of Medical Assistants  
places central control of the activities in the hands of a Board of  
Governors:

Board of Governors . . . The general management,  
direction and control of the affairs, funds and  
properties of the Guild, and the determination of  
the relations and obligations of members to the  
Guild, and of the Guild to the members, and of mem-  
bers, and of members as such to one another, and of  
the basic relations between members and managers,  
employees, contractors, agents, independent and  
others whose activities affect the members, except  
as they are expressly limited and/or controlled by  
the constitution and by-laws, shall be vested in  
the Board of Governors.

I American Federation of Physicians, Constitution, By-Laws,  
and Standing Resolutions, 1941, p. 21.  
2 American Guild of Medical Assistants, Agreement, Constitution  
and By-Laws, 1949, p. 20.



The powers of the president of the Guild seem small indeed when contrasted with the president of the AFM:

Article III, Section 2: President... The President shall be the first executive officer of the Guild. He shall preside at meetings of the Guild and of the Board of Governors, and shall perform such duties as from time to time the Board of Governors may determine.<sup>1</sup>

The president of the Associated Actors and Artistes of America of which the American Federation of Radio Artists is a branch seemingly would have a difficult time in exercising the powers of a Petrillo:

The President shall never insist upon his personal views being entertained while in the Chair; he must surrender his position as Chairman at any meeting to make a motion or discuss the subject which is before the Board, and he shall not resume his position as Chairman until the question under discussion is disposed of.<sup>2</sup>

There are various means by which the nationals guide the various locals. For instance the AFM has published a trade magazine, the International Musician, since July, 1901. The magazine is largely educational in nature; however, it publishes a defaulters list of employers who have not fulfilled their contracts and an unfair list of employers who refuse to deal with the union or have violated union rules. The same devices are used by the American Guild of Musical Artists in its Agazine. And the other radio unions use similar tactics in their trade papers. In the AFM there are eight traveling representatives who provide liaison between the locals and the national.

---

<sup>1</sup> American Guild of Musical Artists, op. cit., p. 21

<sup>2</sup> Associated Actors and Artistes of America, Constitution as Amended June 1, 1935, p. 5

The powers of the president of the United States shall be those

conferred with the president of the U.S.

Article III, Section 2: The president shall be the first executive officer of the U.S. He shall preside at meetings of the Senate and of the Board of Governors, and shall receive such officers as from time to time the Senate or Congress may determine.

The president of the Associated States and Districts of which

the American Federation of Labor Districts is a branch shall

have a different title in exercising the powers of a federal

The president shall never hold a civil office, and shall not be impeached or removed from office in any court. He shall have the right to pardon or commute the sentence of any offender, except in cases of impeachment, and he shall not receive any title or honor. He shall hold the position until his death or resignation.

There are various means by which the relations with the various

locals. For instance, the first published article appears, the

International Relations, since 1911. The magazine is largely

educational in nature; however, it contains a detailed list of

employers who have not fulfilled their contracts and an index list

of employers and unions to deal with the union or have violated

rules. The name has been used by the American Guild of Musical

Artists in the Amalgamated, and for other trade unions and similar

factions in their trade papers. In the U.S. there are eight

representatives who provide liaison between the local and the national.

1 American Guild of Musical Artists, op. cit., p. 121

2 Associated Actors and Artists of America, Constitution

Normally union members in this country hold their membership in the locals. In the musicians union the constitution provides that musicians are members not only of the local they join, but of the national as well. The same provision exists for members of the American Federation of Radio Artists and the American Guild of Musical Artists as branches of the Associated Actors and Artistes of America. Officers of the national have the power to prevent any local from violating laws of the national union. For example on the local level Article VII, Section 2 of the constitution and by-laws of the Musicians Association of Albuquerque, Local No. 618 AFM, has this provision:

The Constitution and By-Laws of this Local shall be subject and subordinate to the Constitution, By-Laws and amendments thereto of the American Federation of Musicians and wherever conflict or discrepancy appears between the Constitution and By-Laws of this Local and the Constitution, By-Laws and amendments thereto of the American Federation of Musicians, the latter shall prevail.<sup>1</sup>

Local contracts with employers are negotiated on the local level, but all contracts specify that they are subject to present and future rules and actions of the national. This provision has enabled the national to pull the locals out on strikes even though the local had a contract.

The nationals have instituted an annual convention system, and it might appear that the convention has final authority on all matters concerning the unions. In the AFM the locals are permitted one vote

---

<sup>1</sup> Musicians Association of Albuquerque, Local No. 618 AFM, Constitution and By-Laws Revised March 4, 1953, p. 22.

Normally union members in the country hold their membership in the locals. In the maintenance union the constitution provides that maintenance men members not only of the local they join, but of the national as well. The same provision exists for members of the American Federation of Radio Artists and the American Union of Radio Artists as branches of the Associated Actors and Artists of America. Officers of the national have the power to prevent any local from violating laws of the national union. For example on the local level Article III, Section 2 of the constitution and Article of the Maintenance Association of Alphonse, Local No. 688, has the following:

The Constitution and By-Laws of this local shall be subject and subordinate to the Constitution, By-Laws and amendments thereof of the American Federation of Actors and Artists and moreover conflict or have priority with the Constitution and By-Laws of this local and the Constitution, By-Laws and amendments thereof of the American Federation of Actors and Artists, the latter shall prevail.

Local contracts with employers are negotiated on the local level, but all contracts specify that they are subject to review and control rules and actions of the national. This provision has enabled the national to pull the locals out on strike even though the local had a contract.

The national have instituted an annual convention system, and it might appear that the convention has final authority on all matters concerning the union. In the 1940's the locals are permitted one vote

---

<sup>1</sup> Maintenance Association of Alphonse, Local No. 688, Constitution and By-Laws revised March 4, 1947, p. 18.

for each hundred members, but no more than ten votes, in all elections. On matters affecting changes in the laws of the national, each local may, upon roll call, cast as many votes as it has members. But all laws which have been so passed are referred to a convention committee consisting of the executive board of the AFM and the chairmen of all committees appointed at the convention. This group may sanction or veto the law and its action is final.<sup>1</sup> It is interesting to note that roll call votes have never been used in the history of the AFM. In December, 1952, the Board of Governors of the AGMA ruled that the guild would hold a convention every two years. AGVA has divided the country into geographic areas mainly consisting of the large cities and each geographic area is entitled to one delegate for every twenty-five members.<sup>2</sup>

The trade press of the radio broadcasting unions usually carries extensive reports on the conventions of the American Federation of Labor. In 1937 John L. Lewis, who at that time headed the CIO, invited the American Musicians Union in Chicago to join the CIO. The Chicago Federation of Musicians (AFM) immediately waived the \$100 initiation fee for new members and absorbed most of the 2,500 members of the American Musicians Union.<sup>3</sup> Subsequent attempts by the CIO to

---

<sup>1</sup> American Federation of Musicians, Constitution, By-Laws, and Standing Resolutions, p. 8.

<sup>2</sup> Agmazine, May, 1953, p. 2

<sup>3</sup>

for each hundred members, but no more than ten votes, in all elections.  
On matters affecting changes in the laws of the national, state or local  
may, upon roll call, cast as many votes as he has members. In all  
laws which have been so passed are referred to a committee consisting  
consisting of the executive board of the A. F. of M. and the chairman of all  
committees appointed at the convention. This committee has the right to  
veto the law and the action is final.<sup>1</sup> It is interesting to note that  
roll call votes have never been used in the history of the A. F. of M.  
December, 1922, the board of governors of the A. F. of M. voted that the  
A. F. of M. would hold a convention every two years. 1924 was divided into  
country into geographic areas and each geographic area is entitled to one vote  
and each geographic area is entitled to one vote for every twenty  
five members.<sup>2</sup>

The trade press of the radio broadcasting world usually carries  
extensive reports on the proceedings of the American Federation of  
Labor. In 1937 John L. Lewis, who at that time headed the C. I. O.,  
invited the American Maritime Union in Chicago to join the C. I. O. The  
Chicago Federation of Laborers (C. F. L.) immediately advised the A. F. of  
M. that the C. F. L. had accepted most of the 7,000 members  
of the American Maritime Union.<sup>3</sup> Independent statements by the C. I. O.

---

<sup>1</sup> American Federation of Laborers, Constitution, By-laws and Standing Resolutions, p. 6.  
<sup>2</sup> American Federation of Laborers, May, 1923, p. 2.  
<sup>3</sup>

organize musicians were failures. In 1941 the American Federation of Musicians asked the AFL to revoke the charter of the Associated Actors and Artists of America, the parent organization of AGMA. Settlement of this dispute was reached in February 1942 and will be covered later in a discussion of jurisdictional disputes.

If the charge can be made that the entertainment unions are undemocratic in their organization and methods, they certainly cannot be accused of absolute secrecy in their executive board meetings. Each union member receives monthly the trade magazine of the union giving the detailed minutes of executive board meetings. From the following published reports in the International Musician come these detailed minutes:<sup>1</sup>

570 Lexington Ave.  
New York, New York  
September 7, 1953

Special Meeting of the International Executive Board of the A. F. of M. The meeting is called to order by President Petrillo at 2:00 P. M. Present: Bagley, Cluesmann, Steeper, Kenin, Clancy, Ballard, Harris. Excused: Murdoch.

President Petrillo explains that the main purpose of the meeting is to discuss conditions in connection with the renewal of the recording and transcription contracts which will expire shortly, and he also suggests certain changes.

There is a general discussion of the affairs of the Federation.

---

<sup>1</sup> International Musician, Nov., 1953, p. 29

organize musicians were followed. In 1941 the American Federation of  
Musicians asked the A.M.P. to revoke the charter of the American  
and Artists of America, the party organization of the  
of this date was revised in February 1942 and will be covered later  
in a discussion of International Relations.

If the design can be made that the organization should be  
underwritten in both organization and activity, that certainly cannot  
be accused of absolute secrecy in their organized form.  
Each union member receives weekly the trade journal of the union  
giving the detailed names of executive board members, and the  
following published reports in the International Relations  
detailed minutes.

210 Lexington Ave.  
New York, New York  
September 1, 1933

Special Meeting of the International Executive Board  
of the A. M. P. The meeting is called to order by  
President Phillip H. H. Brown at 8:00 P. M.  
Officers present: Brown, H. H., Brown, H. H.,  
Executive Board.

President Phillip H. H. Brown explains that the main purpose of  
the meeting is to discuss our progress in connection  
with the renewal of the reporting and communication com-  
mittee which will advise weekly, and is also to  
make certain changes.

There is a general discussion of the affairs of the  
Federation.



President Petrillo describes his trip to Europe which was for the purpose of attending a meeting of the International Confederation of Free Trade Unions in Stockholm, Sweden, on which he will report further in the International Musician.

President Petrillo informs the Board of a situation wherein a certain local is confronted with non-union conditions which it seems unable to combat. There is a general discussion regarding similar conditions in other locals.

The president is authorized to use the services of traveling representatives and to draw on the funds of the Federation for the purpose of remedying such conditions.

The Secretary advises the Board that he had been notified by a local that certain members of another local while in its jurisdiction had been convicted on narcotic charges.

The Secretary is instructed to notify these members to show cause why their membership should not be cancelled.

The subject of a special price for transcriptions to be used in regional broadcasting is discussed.

The session adjourns at 7:15 P.M. <sup>1</sup>

Admission to Membership: Union Finance

Reference has been made to a number of matters which nationals or internationals have tended to standardize and to control. These controls have not in the main been extended to the membership, dues, and initiation fees of the locals. The constitution of each international states its jurisdictional claims. For instance here are the

---

<sup>1</sup> International Musician, Nov., 1953, p. 29

President Pettilä described his trip to Europe which was for the purpose of attending a meeting of the International Conference of the Red Cross in Stockholm, Sweden, on which he will receive further information from the International Federation.

President Pettilä stated that the board of a situation wherein a certain local is concerned with non-Asian conditions which it seems unable to handle. There is a general discussion regarding similar conditions in other localities.

The president is authorized to use the services of traveling representatives and to draw on the funds of the Federation for the purpose of providing such conditions.

The Secretary advised the board that he had been notified by a local that certain members of another local while in a jurisdiction had been convicted on narcotic charges.

The Secretary is authorized to notify law agencies to show cause why their membership should not be cancelled.

The subject of a special rate for prescriptions to be used in legal and professional is discussed.

The meeting adjourns at 7:30 P. M.

Address to Members: Main Finance

Reference has been made to a number of letters with relation

to international have failed to contribute and to control. These controls have not in the past been extended to the membership, and had initiated fees of the local. The contribution of each international states the jurisdictional status. For instance, in the

claims of the Associated Actors and Artistes of America as set forth by its constitution:

This Association has, and claims to have through itself and its branches right of jurisdiction over all actors and actresses either legitimate, musical comedy, lyceum, circus, cabaret, vaudeville, chautauqua, operatic, radio, burlesque, motion pictures, stage managers, directors, assistant directors or stage managers, or any other entertainers of the public, irrespective of religion, race or nationality, who are now or have been working and performing or entertaining or lecturing within the United States, its dependencies, and possessions, and Canada, in all of their professional business relations with each other, with managers, agents, railroad companies, authors, song writers, traders, bureaus, etc.<sup>1</sup>

The AGMA further breaks down the jurisdiction as a branch of the AAAA as follows:

...all those concerned with the fields of music, concert, recital, dance, oratorio and opera, and the performance thereof in any mode, form or medium of expression either now in use or hereafter devised or perfected and the mechanical and visual reproduction and transmission thereof; and particularly including, but not limited to, those persons who are concert and operatic singers including both solists and chorus, instrumental soloists, dancers, and stage directors, stage managers and promptors of opera performers, and other performers in the fields of music, concert, recital, dance, oratorio, and in opera.<sup>2</sup>

On the local level as another example the constitution of the Musicians Association of Albuquerque has the following membership provision:

All efficient and capable professional instrumental performers shall be eligible for membership in this Association. All members of this Association must

---

<sup>1</sup> Associated Actors and Artistes of America, Constitution, p. 1

<sup>2</sup> Associated Actors and Artistes of America, Constitution, p. 1

claims of the Associated Actors and Artists of America as set forth

by the constitution

This Association has, and claims to have, control  
itself and the property rights of its members over  
all actors and actresses (including extras, models,  
comedy, lyric, circus, opera, vaudeville, operatic,  
dramatic, radio, television, motion picture,  
stage managers, directors, assistant directors,  
stage managers, or any other employees of the picture,  
irrespective of whether they are employed by the  
one or more of the above named parties or other  
parties or persons with whom the said parties, the  
directors, and producers, and others, in all of  
their professional business relations with each other,  
with managers, agents, writers, producers, directors,  
and others, writers, directors, etc.

The said parties herein have the jurisdiction as provided

of the Act as follows:

... All shows occurring within the limits of the  
theatrical, musical, dance, variety and other, and  
the performance thereof in any show, play or other  
form of exhibition within the limits of the theatre,  
theatrical or otherwise and the same shall be  
reproduced and transmitted (by radio, television,  
or otherwise) for any purpose, without the consent  
of the actors and actresses, the directors, producers,  
managers, and stage directors, scene managers and  
proprietors of such theatres, and other persons  
in the field of radio, concert, motion picture,  
theatrical, and in other.

On the local level as another example the constitution of the Association

Association of Actors and Artists of America provides:

All efficient and capable professional theatrical  
performers shall be eligible for membership in this  
Association. All members of this Association shall

1 Associated Actors and Artists of America, Constitution, Article I

2 Associated Actors and Artists of America, Constitution, Article I

be citizens of the United States of America, or have declared their intention of becoming such. Naturalized citizens must present their papers.<sup>1</sup>

The musicians practically enjoy a closed shop on all fronts and particularly in the larger music centers such as New York, Chicago, and Los Angeles. Since there is no apprenticeship system, the union admits members on relatively easy terms. The examination committee which passes on the qualifications of applicants acts in a purely perfunctory manner. However, in the case of AGMA qualifications for membership are somewhat more complicated. Twenty-five performances within the jurisdiction of the Guild are required for active membership. Persons not fulfilling these requirements are given associate memberships.

The maximum initiation fee in the AFM has been fixed by the national at \$50. Dues charged varies greatly from local to local. For example a member of New York local 802 pays \$24 a year dues; in Albuquerque a member of local 618 pays \$12. A progressive system of initiation fees and dues has been instituted by the AGMA. Members are assessed according to the following income classifications:<sup>2</sup>

Professional Annual income from the activities under the jurisdiction of the AGMA	Initiation Fee	Annual Dues
\$ 0 - \$ 1,000	\$ 25	\$ 20
1,000 - 2,000	50	24
2,000 - 3,500	50	36
3,500 - 5,000	50	40

<sup>1</sup> Musicians Association of Albuquerque, Constitution, p. 4.

<sup>2</sup> American Guild of Musical Artists, Constitution, p. 25

be citizens of the United States or have  
 desired their inclusion of membership.  
 citizens must present their names.

The members practically enjoy a closed shop on all fronts and  
 particularly in the larger cities such as New York, Chicago, and  
 Los Angeles. Since there is no administrative system, the rules which  
 members on relatively easy terms. The association could see that  
 passes on the qualifications of applicants as in a party testimony  
 manner. However, in the case of 1934 qualifications for membership  
 are somewhat more complicated. Twenty-five witnesses claim the  
 jurisdiction of the Guild are required for active membership. Persons  
 not fulfilling these requirements are given extended membership.  
 The existing constitution in the New York Guild is the  
 national at \$50. Fees charged various groups from local to local.  
 For example a member of New York Guild \$50 pays \$25 a year dues in  
 Albuquerque a member of local \$100 pays \$50 a year dues plus \$10  
 initiation fees and has been initiated by the N.Y. Guild. Members  
 are assessed according to the following income classification:

Professional Annual Income from the activities under the jurisdiction of the Guild	Initiation Fee	Annual Dues
\$ 0	25	\$ 20
1,000	50	30
2,000	50	30
3,000	50	40

1. National Association of Sculptors, Constitution, p. 10.
2. American Guild of Musical Artists, Constitution, p. 23.

\$5,000	-	\$ 7,500	\$100	\$ 52
7,500	-	10,000	100	64
10,000	-	15,000	100	76
15,000	-	20,000	100	90
20,000	-	25,000	100	110
		Over \$25,000	100	150

Initiation and dues fees are the most common receipts of the unions. Another common source of revenue is the job tax. In New York a member of the AFM pays a one percent tax on the scale price of all his engagements. This tax as collected in Albuquerque amounts to \$1.00 an engagement. Steady engagements raise the tax for \$3.00 per week for orchestra leaders and \$1.50 per week for soloists.

In a local the size of 802 in New York thousands of dollars are collected annually as fines, initiation fees, and reinstatement fees. Investments yield the local dividends and each local has other income such as advertising revenues from their trade paper. Detailed financial statements are always published in the national union press. For example a financial statement of the AGMA for the fiscal period October 1, 1951 to September 30, 1952 gives the following breakdown on receipts for that period: Initiation fees, \$15,204.45; Dues, \$56,791.52; Working permits, \$4,101.03. Total disbursements were \$67,567.93 leaving a balance of \$8,529.07. This income can of course be invested for the union.

There is also the problem of union members working within another local's jurisdiction. Traveling orchestras which broadcast remotes often deal with this problem. Union rules provide that all members must deposit transfer cards if they work more than a week within the jurisdiction of another local union. A local must admit any out-of-town

Over \$2,000	20,000	400	8,000
15,000	15,000	300	4,500
10,000	10,000	200	2,000
7,500	7,500	150	1,125
25,000	25,000	500	12,500

Initiation and does not have the most common receipt in the amount. Another common source of revenue is the job tax. In the year 1952, the of the APN pays a one percent tax on the gross price of all its engagements. This tax is collected in advance amounts to \$1.00 an engagement. Study engagements raise the tax for \$1.00 per week for executive leaders and \$1.50 per week for advisors.

In a local tax rate of 50¢ in 1952, the amount of \$11.15 was collected annually as fines, delinquency fees, and the interest on loans. Investments yield the local district and one third of a dollar interest each as advertising revenues from their radio spots. Local financial statements are always published in the national union journal. For example a financial statement of the district for the fiscal year 1951-52, I, 1951 to September 30, 1952 gives the following breakdown of revenues for that period: initiation fees, \$10,500; dues, \$50,750; working parties, \$1,100.00. Total disbursements were \$67,500.00 leaving a balance of \$5,250.00. This income was of course not invested for the union.

There is also the problem of union leaders visiting other local jurisdictions. Travelers or leaders which produce revenue often deal with this problem. Union rules provide that all members must deposit initiation cards if they work more than a week within the jurisdiction of another local union. A local union which has an out-of-town



member who presents such a card. He is only admitted to full membership, however, after a six months' residence and payment of the regular initiation fee. In the meantime he pays dues to both his old local and the one to which he has transferred. Traveling members pay special taxes to the international.<sup>1</sup>

The main source of revenue for the national AFM is the ten percent tax levied on traveling orchestras. Three percent is held by the national and it amounts to over three-quarters of a million dollars annually. The radio tax, a charge of 15 percent, is paid by traveling orchestras or guest conductors who play a commercial radio engagement over a radio network in another local's jurisdiction. A fifth of the amount collected is the share which goes to the local. Traveling orchestras, however, may not play any radio engagement which is purely local in character, without the permission of the local which has the jurisdiction.

Another problem of membership has been the admission of Negro members to full status membership. In most Northern locals Negro members were accepted with a status of equality. However, the Southern locals often chartered subordinate locals for Negroes. The AAAA's, of course, have never followed a policy of discrimination. The racial problem has often become a political football among the factions controlling the locals and the national. For instance at the national convention of the AFM held in San Francisco in 1949 there was discussed

---

<sup>1</sup> Millis and Montgomery, op. cit., p. 261.

member who presents such a card. It is only valid on full membership, however, after a six-month residence and payment of the regular initiation fee. In the matter of fees due to both his old local and the one to which he has transferred, traveling members pay special taxes to the International.

The main source of revenue for the national A.M. is the ten percent tax levied on traveling orchestras. These payments are held by the national and it amounts to over three-quarters of a million dollars annually. The radio tax, a charge of 15 cents, is paid by traveling orchestras or local musicians who play a commercial radio engagement over a radio network in another local's jurisdiction. A fifth of the amount collected in the above which goes to the local. Traveling orchestras, however, may not play any radio engagements which is purely local in character, without the permission of the local which has the jurisdiction.

Another problem of membership has been the reduction of negro members to full status membership. In most northern localities negro members were accepted with a status of equality. However, the Southern locals often chartered separate localities for negroes. The latter, of course, have never followed a policy of discrimination. The racial problem has often become a political football among the factions controlling the local and the national. For instance at the national convention of the A.M. held in New York in 1933 there was discussed

---

<sup>1</sup> Miller and Montgomery, op. cit., p. 101.

a program for the amalgamation of the Negro unions. In local 802 of New York the Unity minority favored eliminating Jim Crow locals while this proposal was not supported by the Blue majority. Today the American Federation of Musicians has 50 colored locals. The colored local in Chicago has over a thousand members. The Unity and Blue parties mentioned above are indicative of political parties on the local level of the union. In this instance the majority of local 802's members belonged to the Blue party and the Unity party provided the opposition.

#### Institutionalism in Radio Broadcasting Unions

By trade-union institutionalism is meant the broad welfare, recreational, and educational activities of trade unions, the variety of benefit features provided for profit or other purposes. These activities exclude the collective bargaining or political efforts of the unions. However political activity is so closely linked with the welfare programs of the radio broadcasting unions that political activities will be considered in this chapter. Among the many functions of the unions that might be confused with political activities is the public relations programs of the various unions. As is well known the first labor unions in this country in the early nineteenth century were largely social organizations for mutual aid. Members did not engage in activities which were considered conspiracies in restraint of trade, but rather they concentrated upon sick, death, and unemployment benefits. Today unions function for the more immediate benefits gained from collective bargaining such as higher wages, shorter hours, and better working conditions.

a program for the organization of the labor movement. In 1917 the  
New York for unity strongly favored organizing the workers with  
this proposal was not supported by the labor unions. Today the  
Federation of Laborers has 30,000 members. The effort to  
Chicago has over a thousand members. The Unity and Five Parties movement  
above are indicative of political parties on the local level of the  
union. In this instance the majority of local unions were united  
to the labor party and the labor party provided the political

#### Industrial Union in Action

By trade-union local industrialism is meant the broad welfare,  
educational, and educational activities of trade unions, the carrying  
of benefit features provided for members of their business. These  
activities include all collective bargaining or political activity  
of the unions. However political activity is an almost inevitable  
the welfare program of the union. The welfare program of the union  
activities will be considered in this chapter. Among the many functions  
of the unions that might be confused with political activities is the  
public relations program of the union. This will cover  
the first labor unions in this country in the early nineteenth century  
were largely social organizations for mutual aid. They were not  
engage in activities which were considered unbusinesslike in the  
of trade, but rather they concentrated upon food, health, and welfare  
ment benefits. Today unions function for the same immediate welfare  
gained from collective bargaining such as higher wages, shorter hours,  
and better working conditions.

As outlined before the radio broadcasting unions carry on an extensive program of political and economic education through their respective magazines and newspapers. Radio itself has been used by the various entertainment unions as a means of providing information. Since 1926 the Chicago Federation of Labor has sponsored WCFL, while "the militant voice of labor"--WEVD--was established in New York the following year.<sup>1</sup> In 1949 WCFM in Washington completed a "network" deal with labor-owned stations, WFDR, New York; WDET, Detroit; and WCUO, Cleveland.<sup>2</sup>

Also in 1949 the idea of the American Federation of Musicians operating its own radio station was advanced by one of the locals.<sup>3</sup> The reason for such a station was advanced as a yardstick by which the AFM could obtain reliable information on station operation which would aid in its negotiations with the networks and outlets. The idea was turned down at the San Francisco convention of the musicians. A committee formed to investigate the situation found that construction and operation of a 1 kw station over a year's period would be \$71,320 with minimum operations. The committee added that the AFM could only operate an "above average" station and could not resort to the use of "canned music."

---

<sup>1</sup> Millis and Montgomery, op. cit., p. 331.

<sup>2</sup> Billboard, July 30, 1949, p. 19.

<sup>3</sup> The New York Times, Sept. 18, 1940, p. 25.

As outlined below the radio broadcasting unions carry on an extensive program of political and economic education through their respective magazines and newspapers. Radio itself has been used by the various entertainment unions as a means of providing information. Since 1936 the Chicago Federation of Labor has sponsored WFLD, while "the militant voice of labor" (1937-1940) was established in New York the following year.<sup>1</sup> In 1945 WFLD in Washington conducted a "network" deal with labor-owned stations, WFL, New York; WFL, Detroit; and WFL, Cleveland.<sup>2</sup>

Also in 1938 the idea of the "network" was developed by operating its own radio station at Washington, D.C. The reason for each station was to provide a further step which the AFM could obtain reliable information on station operations which would aid in its negotiations with the network and outside. The idea was turned down as the San Francisco committee of the AFM, a committee formed to investigate the situation found that "operation and operation of a radio station over a year's period would be \$75,000 with a minimum operation. The committee advised that the AFM could operate an "above average" station and could not resort to the use of "canned music."

---

1 Illia and Montgomery, pp. 211, p. 212.  
2 Hilbert, July 23, 1945, p. 12.  
3 The New York Times, Sept. 16, 1945, p. 25.

### Medical and Death Benefits.

As early as 1940 Local 802 of the AFM signed a contract with the Manhattan General Hospital in New York to guarantee complete hospital care for 8,000 persons. At that time this arrangement was characterized as "an unprecedented social welfare activity in the history of trade unionism."<sup>1</sup> As first proposed the hospital plan was limited to the unemployed and indigent members of the local and their families. At that time plans were to eventually extend the protection to all members of the local and their families. This provision was later tried and abandoned. As the plan stands now the local pays \$20,000 to this same hospital and relief members receive without any charge district doctor service, hospitalization, specialist care, X-rays, medicines, and vaccinations whenever necessary. Similar plans are in effect with other locals.

- There is a death benefit plan in effect on the local level of the AFM in Albuquerque. This benefit is in the amount of \$400 for members in good standing prior to January 1, 1952.<sup>2</sup> A member of Local 618 after six months of membership receives insurance in the form of a death benefit of \$50.00. At the end of each year of membership the amount is increased until the maximum is reached. In New York all members are protected with a thousand dollar life insurance policy paid from their dues. Members in the New York local are also protected

---

<sup>1</sup> The New York Times, Sept. 18, 1940, p. 25

<sup>2</sup> Musicians Association of Albuquerque, Constitution, p. 24

As early as 1900 Local 808 of the A.M. signed a contract with the Manhattan General Hospital in New York to reimburse complete hospital care for 5,000 persons. At that time this arrangement was characterized as "an unprecedented social welfare activity in the history of trade unions." As time passed the hospital plan was limited to the employees and their next of kin of the local and their families. At that time plans were to eventually extend the protection to all members of the local and their families. While this vision was later fully accomplished, as the plan matured the local paid \$20,000 to this end and the local members received without any charge the best medical care, X-rays, medicine, and treatment available. The local plans are in effect in the other locals.

There is a death benefit plan in effect in the local level of the A.M. in Alhambra. This benefit is in the amount of \$100 or members in good standing prior to death. In 1932, a number of local 618 also set up a death benefit plan. This plan is the form of a death benefit of \$50.00. At the end of each year of membership the amount is increased until the maximum is reached. In New York all members are protected with a fraternal death life insurance policy and from their own. Members in the New York local are also protected

1 The New York Times, Sept. 16, 1932, p. 13

2 Insurance Association of Alhambra, California, p.



with relief funds paid from radio remote control taxes. These payments in relief are small and usually the member receiving such aid is asked to do odd clerical jobs and in some cases picketing. As many as 2,000 members have been on relief at one time in New York and in 1947 the figure appeared somewhat stabilized at 800.

In September 1948 the American Federation of Radio Artists faced the economic facts of life and established a health insurance benefit plan which might be a model for other entertainment unions. The members sold their own radio show to a national advertiser, the Sealtest Company.<sup>1</sup> The contract guaranteed the union \$2,250 weekly for a period of forty-four weeks. Dorothy Lamour, mistress of ceremonies, received \$1,000 a week as did the guest artists. Rank and file AFRA announcers, actors, and singers appeared by donating their services. The radio show originated in Hollywood. Health insurance demands were to be considered in future AFRA contracts, but much credit is due AFRA for helping the radio artists help themselves.

In May 1951 President Petrillo of the AFM established for disabled musicians the Lester Petrillo memorial fund in memory of his son. From time to time AFM members are invited to contribute to this fund. A counterpart of this fund is the Lloyd Chavez memorial fund in Albuquerque.

In the field of cooperative housing the radio unions have followed the national pattern and there has been little accomplishment

---

<sup>1</sup> Billboard, September 4, 1948, p. 8

with relief funds from their reserve control funds. These requests  
in relief are small and usually are under \$1000.00. It is noted  
to do odd clerical jobs and in some cases \$1000.00. It may be \$1,000  
members have been on relief at one time in New York and in 1937 the  
figure reported somewhat established at 100.

In September 1938 the American Federation of Radio Artists  
faced the economic facts of life and established a health insurance  
benefit plan which might be a model for other entertainment unions.  
The members sold their own radio show to a national advertiser, the  
Safest Company. The contract guaranteed the artist \$250.00 weekly  
for a period of forty-four weeks. Twenty percent, fifteen or more  
months, received \$1,000 a week as the best result. From the  
AFRA announcers, actors, and singers reported by donating their services.  
The radio show originated in Hollywood. Health insurance benefits were  
to be considered in future AFRA contracts, but none credit in the AFRA  
for helping the radio artists in themselves.

In May 1931 President Franklin D. Roosevelt for  
disbanded maintain the latter health insurance fund in order to  
his son. From this to time the members are invited to contribute to  
this fund. A counterpart of this fund is the Lloyd Greiner fund.  
fund in Alhambra.

In the field of cooperative housing the radio union has  
followed the national pattern and there has been little success.

or benefits to members. However, in 1953 in Chicago Local 208 purchased an apartment building for \$125,000.00 for housing musicians and their families.<sup>1</sup>

#### Union Political Activity

Political activity of the entertainment unions has been closely allied with the rest of labor and mainly concerned with political education in the labor press. Members are asked by the nationals to support such measures as repeal of the Taft-Hartley law, repeal of the twenty percent admission tax, and support of the Howell Bill for a federal arts program. At the time of its introduction in 1953 HR 5397, otherwise known as the Howell Bill for federal assistance to the arts, was supported by the radio unions. After its introduction the bill was referred to the House Committee on Education and Labor of which Congressman Samuel K. McConnell, Jr. was chairman. In a letter written June 18, 1953 to Congressman McConnell the national executive secretary of the AGMA, Mr. Faine said:

On behalf of the American Guild of Musical Artists, whose membership covers the field of opera, ballet, dance and the concert in the United States, we urge that prompt hearings be held on HR 5397. AGMA believes that these proposals should receive careful and favorable consideration by your committee so that the U. S. Government may be in a position to give the utmost support to the cultural and musical development of our country.<sup>2</sup>

---

<sup>1</sup> International Musician, May 1953, p. 27

<sup>2</sup> Agmazine, July 1953, p. 3

on behalf of members. However, in 1973 in Chicago Council 128 purchased  
an apartment building for \$12,000.00 for housing members and their

family.

Urban Political Activity

Political activity of the organization includes being closely  
allied with the rest of labor and mainly concerned with political  
education in the labor field. Members are asked by the national to  
support such workers as representatives of the labor-party line. In 1973  
twenty percent education tax, and support of the Howell Bill for a  
federal arts program. At the time of the investigation in 1973  
obtained from the Howell Bill for federal education to the state  
was supported by the radio release. After the information the bill was  
related to the House Committee on Education and Labor of which Congress-  
man Daniel P. McConnaughy, Jr. was chairman. In a letter written June 15,  
1973 to Congressman McConnaughy the national executive secretary of the

ABA, Mr. Palm said:

On behalf of the American Field of Workers, we  
also respectfully cover the field of work, policy,  
finance and the concept in the United States, we urge  
that prompt hearings be held on H.R. 1377. ABA believes  
that these proposals should receive careful and favor-  
able consideration by your committee so that the  
government may be in a position to give the necessary  
support to the national and national development of  
our country.

1 International Relations, May 1973, p. 12

2 Example, May 1973, p. 1

President Petrillo of the AFM urged the membership to write or wire their congressman in support of the measure introduced by Representative Charles R. Howell. In brief the bill provided for assistance to federal, state, county and local authorities, colleges and universities, and other cultural organizations in the development and maintenance of programs in the fine arts. A eventual establishment of a Department of Education and Fine Arts with cabinet rank was hoped for.

Congressman Howell felt that financial support of the arts by the government, although a relatively new idea for America, must begin with acceptance of the idea as a matter of national policy.

Congress has done little in developing a national policy on fine arts in our country mainly because the leaders in the cultural field have themselves made little or no effort to formulate sound and constructive proposals at the national level for consideration by the Congress.

In this connection it is important to recognize that business, farmers, doctors, labor and other major segments of our people have strong national organizations with representatives hard at work hammering out national policies in regard to their problems. The Congress is most successful at legislating when there is substantial agreement among all our people on any particular problem. Unfortunately the fine arts have never had such national leadership. Such leadership as has developed in this field has operated at the municipal and county levels.<sup>1</sup>

Howard Taubman in the New York Times of April 5, 1953 praised the Howell Bill and suggested that the entertainment unions which were set up on a country-wide basis might spearhead the movement. The

---

<sup>1</sup> Agmazine, July 1953, P. 3

President Franklin D. Roosevelt urged the enactment of such a bill.  
Congressman Howard Tamm, in support of the measure introduced by Representative  
A. H. Hoveell, in brief the bill provided for assistance to Federal, State,  
County and local authorities, self-help organizations, and other  
cultural organizations in the development and maintenance of programs  
in the arts. Federal establishment of a Department of Education  
and Fine Arts with certain tasks was provided for.

Congressman Hoveell felt that Federal support of the arts by  
the Government, although a relatively new idea for Federal aid, had begun  
with assistance of the idea as a matter of national policy.

Congress has done little in developing a national  
policy on the arts in our country during the past  
decade. In the past few years there has been  
made little or no effort to formulate sound and  
constructive proposals at the national level for  
consideration by the Congress.

In this connection it is important to recognize that  
business, lawyers, doctors, labor and other major  
segments of our people have strong national organizations  
with representatives in Congress to voice their  
out national policies in regard to their programs.  
The Congress is not especially well-informed when  
there is substantial support among all our people  
on any particular problem. Unfortunately the fine  
arts have never had such national leadership. Their  
leadership as has developed in this field has originated  
at the municipal and county levels.

Howard Tamm in the New York Times, 3 April 1935 outlined the  
Hoveell Bill and suggested that the establishment of such a  
self-upon-a-county-wide basis might expedite the movement. The

effect of the Labor vote in this country has often been overestimated. Here again even though the entertainers were urged to become politically conscious their effect was negligible.

The efforts of the musicians unions in the field of musical education have not always been so admirable. However, the unions on the local level have provided free concerts for workers, cultural programs in public libraries, and musical clinics for students. In 1953 the AFM subscribed to the general findings of the International Labor Organization in Switzerland. The Conference found that in order to develop musicians of a high order, the assistance of a wide body of full-time artists was absolutely necessary, but that "prevailing conditions in artistic professions, are not always favorable to their encouragement. In many countries run-of-the-mill artists are unable to make a living and have to take up secondary employment. The result is that the quality of art tends to go down. Furthermore, the existing conditions deter young people who might otherwise become great artists from taking up art as a career." The national secretary of the AFM, Mr. Cluesmann, in reporting on the Conference said:

This is exactly the argument that has been advanced for several years by President Petrillo, in which he points out that in order to develop first-class artists it is necessary to have a large number of musicians to draw from. If the employment opportunities are too far curtailed, prospective students will have no incentive to enter the musical field as a career.<sup>1</sup>

---

<sup>1</sup> International Musician, June 1953, p. 29

effect of the labor vote in this country has often been overestimated.  
Here again even though the entertainment was urged to be more politically  
conscious their effect was negligible.

The efforts of the medical unions in the field of medical  
education have not always been so satisfactory. However, the unions  
on the local level have provided some benefits for workers, cultural  
programs in public libraries, and medical clinics for students. In  
1953 the AHA subscribed to the general findings of the International  
Labor Organization in Switzerland. The Conference found that in order  
to develop medicine of a high order, the maintenance of a wide body of  
full-time workers was absolutely necessary, but the prevailing  
conditions in artistic professions, and not always favorable to their  
encouragement. In many countries the full-time artists are unable  
to make a living and have to take up secondary employment. The result  
is that the quality of art tends to go down. Furthermore, the existing  
conditions deter young people and many otherwise sound great artists  
from taking up art as a career. The national secretary of the IWA,  
Mr. Givens, in reporting on the Conference said:

This is exactly the argument that has been advanced  
for several years by the "artistic" circles, in which he  
points out that in order to develop first-class artists  
it is necessary to have a large number of artists  
to draw from. If the employment opportunities are too  
far curtailed, progressive measures will have to be  
contingent to enter the market field as a career.



### The Interlochen Dispute

One of the most unfortunate chapters in the history of the American Federation of Musicians was the dispute with the Interlochen Music Camp sponsored by the University of Michigan. It not only caused a considerable amount of unfavorable public opinion against the musicians union, but it directly led to the passage of a bill in Congress unfavorable to labor, the Lea Act. The Lea Act is discussed in more detail in the next chapter of this thesis. Interlochen was placed on the unfair list by James C. Petrillo, president of the AFM, in 1942 when he banned further broadcasts of the camp's orchestra which had been carried by NBC for twelve consecutive years. As stated before the musicians union enjoyed a closed shop on all radio networks. Competition from amateurs had never been a great threat to the employment of musicians; nevertheless no amateur could appear on a network broadcast without the permission of the AFM and the payment of a stand-by fee to the union. Because of the infrequency of performances of amateurs on the air these demands for stand-by were the exception rather than the rule. However, during the years Major Bowes and his amateurs were enjoying popularity these stand-by fees were collected from this particular program. The Interlochen orchestra, of course, was made up of school children from all over the country many of whom were not old enough to join the union. Dr. Joseph E. Maddy, president of the Interlochen Music Camp, was himself a member of the union and the dispute could have been settled through administrative union channels. However, when faced with opposition to the music schools broadcasts, he appealed to members of

The Interlock Dispute

One of the most important chapters in the history of the American Federation of Labor was the struggle with the Interlock Dispute. It was not only a considerable amount of interlocking public opinion against the union, but it directly led to the passage of a bill in Congress, known as the Labor Law Act. The law was passed in 1932, and the text of this law is contained in the appendix of this report. It is interesting to note that the first of these laws, known as the Walsh Act, in 1917, was the first further procedure of the law's enactment which was carried out by the Executive Committee of the AFL. It stated that the Executive Committee enjoyed a direct vote on all matters of importance. It also stated that there had never been a great effort to the enjoyment of executive authority. It is no matter could occur on a subject without the consent of the Executive Committee and the payment of a salary to the Executive Committee. The independence of performance of members on the Executive Committee for stand-by was the exception rather than the rule. However, during the years labor laws and his members were enjoying political freedom, stand-by laws were collected from this particular system. The Interlock Dispute, of course, was made up of actual strikes from all over the country many of whom were not old enough to join the union. Dr. Joseph L. Ruddy, President of the Interlock Dispute, was himself a member of the union and his dispute could have been settled through administrative means (Ruddy, 1932, p. 100). It is interesting to note that the opposition to the main strike procedure, as suggested by Ruddy, is

Congress. This appeal had a great deal to do with the passage of the Lea Act which forbade union interference in cultural and educational broadcasts. The networks were in no position to ignore the AFM's unfair listing because of the threat of a musicians' strike.

In the summer of 1948 Dr. Maddy announced to the press that regular broadcasts of the Youth Symphony, a feature of Interlochen, had been assured by the Mutual Broadcasting System beginning July 5, 1948.<sup>1</sup> Dr. Maddy simultaneously disclosed that an hour before he assertedly concluded arrangements with Mutual, he had received a letter from NEC refusing to carry the Youth Symphony because the AFM had declared the camp unfair. "I'm glad there's one network that has the courage to give more importance to the law than to a union leader's edict," Dr. Maddy was quoted as saying.<sup>2</sup> After Mutual had tentatively agreed to carry the broadcasts it cancelled the arrangements. A wire was sent to Dr. Maddy by Phillips Carlin, MBS vice-president in charge of programs. Its text:

Mutual's conversations with you were for the sole purpose of arranging for the broadcast of music from your camp. Instead we find you have issued statements to the press without consultation with us in which you involve our network as an instrument to further your controversies and intimating that in scheduling such broadcasts we are in support of your differences with unions and other networks.

---

<sup>1</sup> Broadcasting, May 31, 1948, p. 26

<sup>2</sup> Broadcasting, May 31, 1948, p. 26

Congress. This would have a great deal to do with the passage of the  
 law Act which forbade such interference in national and international  
 broadcasts. The network was in a position to ignore the Act's  
 unless it was because of the threat of a "national" strike.  
 In the summer of 1948 Dr. Ladd announced to the press that  
 regular broadcasts of the Fourth Symphony, a feature of International  
 had been assured by the Mutual Broadcasting System beginning July 2,  
 1948.<sup>1</sup> Dr. Ladd simultaneously disclosed that an hour before he  
 assertedly concluded arrangements with the network, he had received a letter  
 from NBC refusing to carry the Fourth Symphony because the FBI had  
 declared the case "sensitive." Dr. Ladd stated that he had then  
 sought to give some impetus to the law but to a union leader's  
 effect, Dr. Ladd was quoted as saying, "I don't mean to be  
 agreed to carry the broadcasts if cancelled the arrangements. A wire  
 was sent to Dr. Ladd by Phillip Garity, NBC vice-president in charge  
 of programs. Its text:

Mutual's conversation with you was for the sole  
 purpose of arranging for the broadcast of such a live  
 your case. Instead we find you have issued state-  
 ments to the press without consultation with us in  
 which you involve our network as an instrument to  
 further your controversial and misleading case in  
 scheduling such broadcasts we are in support of your  
 differences with unions and other networks.

---

1 Broadcasting, July 11, 1948, p. 20  
 2 Broadcasting, July 11, 1948, p. 20

That was not our object, and we feel that you have taken undue advantage of Mutual. In view of this we are withdrawing our offer of time which was made available at your request.<sup>1</sup>

On the whole public opinion has never supported the banning of school children from radio broadcasts as a method of alleviating unemployment for union members. The Interlochen affair was regrettable on both sides, but the union suffered in maintaining a minor principle at the cost of tremendous public disapproval.

#### Benefit Performances

From the loudspeakers of radio sets it is not uncommon to hear the words "through the courtesy of the American Federation of Musicians, James C. Petrillo, president." This credit is usually appended to public service broadcasts such as naval recruiting, veterans administration, or the cancer or heart funds. It is not unfair to say that the musicians and their locals have been most generous in contributing their time and talent to benefit programs. Under the local by-laws, however, no musician will appear in public without pay without the permission of his local. Various broadcasting unions have their own methods of providing benefit performances. For instance the members of AFRA are limited to one benefit performance a month.<sup>2</sup> AFRA comes under the jurisdiction of a benefit committee which passes on the merits of the benefit. Members of the committee are chosen from the Screen

---

<sup>1</sup> Ibid.

<sup>2</sup> Billboard, December 25, 1948 p. 12

That was not our object, and we feel that we have  
been under a disadvantage of interest. In view of this we  
are withdrawing our interest in which we have  
available at your request.

On the whole public opinion has never supported the demand of actual  
children from radio broadcasts as a method of alleviating unemployment  
for union members. The intention of the law was to provide a basis  
sides, but the union suffered in maintaining a minor principle of the  
cost of tremendous public disapproval.

#### Benefit Performance

From the standpoint of efficiency it is not necessary to  
have the words "through the consent of the American Federation of  
Musicians, James G. Thompson, President." This is not a  
expended to public service broadcasts such as have been received by  
administration, or the consent of local unions. It is not necessary  
say that the musicians and their unions have been most generous in  
contributing their time and talent to benefit programs. Under the local  
by-law, however, no musician will appear in radio without payment  
the permission of his local. Various proposals have been made  
own methods of providing benefit performance. For instance the method  
of AFM are limited to one benefit performance a month. This comes  
under the jurisdiction of a benefit committee which passes on the value  
of the benefit. Members of the committee are chosen from the ranks

---

1 Idid.

2 Hilford, December 25, 1933, p. 12

Actors Guild, Actors Equity, Chorus Equity, American Guild of Variety Artists, and the American Federation of Radio Artists. Of course much free musical entertainment was made available to the public under the royalty fund system inaugurated by the American Federation of Musicians.

Actors Guild, Actors Equity, Actors Company, American Guild of Variety Artists, and the National Association of Radio Artists. Of these and five musical organizations was made available to the public under the royalty fund system managed by the National Association of Broadcasters.



## CHAPTER IV

### THE EFFECTS OF LEGISLATION UPON COLLECTIVE BARGAINING

#### Collective Bargaining

C. Lawrence Christenson, a professor of economics at Indiana University, has said that collective bargaining by the musicians' unions has taken two forms.<sup>1</sup> First, it has negotiated the usual agreements with various employers. Second, it has proceeded more simply and directly by unilateral legislative and administration action. Professor Christenson cites the musicians' union as an example of how closely a "trade union" may resemble a "trade association." Professor Christenson's observation seemingly has validity because only part of the terms governing the employment of unionized musicians can be found in trade agreements made by the AFM. The working rules or "union law" of the union can be used without consulting the employers. In such cases the bargaining may appear extremely one-sided. According to Christenson the limits on the enforcement of union rules under these circumstances are the same as those governing any other monopoly, namely, "what the traffic will bear."<sup>2</sup> On the other hand where locals have feared that objections would be raised on contracts specifying a minimum number of men to be employed, they have worked out sliding scales to induce employers to hire more musicians. This is because musicians are hired to work as a unit. The income received from the labor hired by the employer is

---

<sup>1</sup> C. Lawrence Christenson, "Chicago Service Trades," How Collective Bargaining Works, ed. by H. A. Millis, Twentieth Century Fund, 1942, pp. 851-52

<sup>2</sup> Ibid.

THE THEORY OF COLLECTIVE BARGAINING

Collective Bargaining

U. Lawrence Christenson, a professor of economics at the University of Wisconsin, has said that collective bargaining by the workers' unions has taken two forms. First, it has developed the social agreements with various employers. Second, it has proceeded more directly and indirectly by unilateral legislative and administrative action. Christenson also has explained the workers' union as an example of how a "trade union" may resemble a "trade association." Professor Christenson's observation essentially is validly correct only in that it is true that the employment of unskilled workers can be found in trade associations made by the NLR. The working rules of unions tend to be more or less used without consulting the employer. In such cases the bargaining may appear extremely one-sided. According to Christenson the limits on the enforcement of union rules under these circumstances are the same as those governing any other monopoly power. "What the employer will bear." On the other hand, workers' unions have learned that collective would be raised on contracts specifying a minimum number of men to be employed, they have worked out striking action to induce employers to hire more workers. This is because employers are likely to hire a unit. The income received from the labor hired by the employer is

<sup>1</sup> U. Lawrence Christenson, "Chicago Service Workers' Union," Collective Bargaining, ed. by A. S. Atkinson, Macmillan Company, 1942, pp. 251-52.

independent of the number of musicians in the unit. It is significant that though the AFM has always favored the closed shop, it never has tried to dictate to employers the specific musicians to be hired and it never has attempted to protect the jobs of particular instrumentalists. Employers can hire and fire on the basis of merit alone.

In practice the local does not deal directly with all employers who wish to hire musicians. Instead the wage scale is fixed in advance, and the employer must meet this scale or go without musicians. However the union does negotiate directly with organized employers such as broadcasting companies, and the recording and transcription companies. The licensing system which the musicians had instituted as early as 1938 has already been discussed. Recording and transcription companies were parties to these contracts or licenses and they hired only AFM members. These contracts lead indirectly in 1942 to the most powerful weapon the AFM has used against mechanical music--the record ban.

#### The Record Ban

The first of two memorable instances when the union invoked the record ban was in August 1942. Members of the AFM were prohibited from making records and transcriptions and any other type of mechanical reproduction of music. This famous record ban resulted in a Congressional investigation of the American Federation of Musicians in January 1943. The Justice Department in the meantime sought an injunction against the union; the grounds were restraint of trade and violation of the Sherman Antitrust Act. The courts, however, held that a labor dispute was involved and no injunction was put into effect. The United

independent of the number of members in the unit. It is significant  
that though the NLR has always favored the closed shop, it never has  
tried to dictate to employers the specific methods to be used and  
it never has attempted to protect the use of work-unit instruments.  
Employers can hire and fire on the basis of merit alone.

In practice the local does not deal directly with all employers  
who wish to hire workers. Instead the wage scale is fixed in advance,  
and the employer must meet this scale or go without workers. However,  
the union does negotiate directly with organized employers such as  
broadcasting companies, and the recording and transcription companies.  
The licensing system which the unions had insisted on early in  
1938 has already been discarded. The writing and transcription companies  
were parties to labor contracts or licenses and they hired only NLR  
members. These companies had liability in 1939 to the most powerful  
weapon the NLR has used against recalcitrant unions--the record ban.

The Record Ban

The first of two remarkable instances when the union invoked  
the record ban was in August 1939. Members of the NLR were prohibited  
from making records and transcription and any other type of technical  
reproduction of music. This famous record ban resulted in a Congress-  
ional investigation of the National Federation of Musicians in January  
1941. The Justice Department in the meantime sought an injunction  
against the union; the grounds were violation of state and violation  
of the Sherman Antitrust Act. The courts, however, said that a labor  
dispute was favored and no injunction was to be issued. The union

States Supreme Court upheld the lower court in this matter.<sup>1</sup> Since the country was in the midst of World War II Mr. Petrillo agreed that the ban would not be used against the production of records for the armed forces if President Roosevelt so requested. The National Association of Broadcasters provided the most opposition to the record ban. The record companies, of course, brought about organized opposition. The majority of records in this country are manufactured by six companies: Columbia Recording Corporation (CBS), RCA Victor (NBC), Decca Records, Capitol Records, Mercury Record Corporation, and MGM Records. In addition electrical transcriptions for radio stations are made by Langworth, Sesac, Thesaurus (NBC), Associated, Standard, and World.

In February 1943 the AFM proposed a recording-transcription fund whereby the recording companies would contribute a set fee for each recording and transcription made by union members. The fees were to be put into a welfare fund to pay for concerts by unemployed musicians. The companies turned down the proposal on the grounds that they would not pay to benefit musicians they had not hired. Bootleg music, vocal renditions with no instrumental accompaniment, and foreign records in the meantime were becoming popular on the air and on juke boxes. A backlog of master discs were used to cut new records. All in all the recording companies were not in too great a hurry to end the ban by meeting Petrillo's demands.

---

<sup>1</sup> United States v. American Federation of Musicians, 318 U. S. 741, Feb. 15, 1943, affirming 47 F. Supp. 304, October 14, 1942.

States Supreme Court upheld the lower court in this matter. It is true that the country was in the midst of war and it is well known that the Government would not be used against the production of records for the war effort if President Roosevelt himself so requested. The National Association of Broadcasters provided the most opposition to the record law. The record companies, of course, brought about organized opposition. The majority of records in this country are manufactured by six companies, Columbia Recording Corporation (C.R.), RCA Victor (R.V.), Decca Records, Capitol Records, Mercury Record Corporation, and the others. In addition electrical engineering for radio stations are done by Langworth, Sess, Treasurer (L.S.), Associated, Signal, and others. In February 1943 the FBI proposed a record of transcripts and found whereby the recording companies would contribute a set for each recording and transcription made by their agents. The law was to be put into a reform fund to pay for records by assigned companies. The companies turned down the proposal on the ground that they would not pay to benefit stations they had not hired. Talking records, vocal recordings with no instrumental accompaniment, and talking records in the market were becoming popular on the air and on juke boxes. Records of master discs were used to make new records. All in all the recording companies were not in too great a hurry to end the war by meeting Pettilie's demands.

---

<sup>1</sup> United States v. American Federation of Musicians, 31 U.S. 247, Feb. 12, 1943, aff'ding 11 F. Supp. 744, October 14, 1943.

The National War Labor Board began hearings on the situation in July 1943. Decca Records in the meantime had accepted the musicians' terms and signed a contract with the AFM. Gradually some of the other companies followed suit. In June 1944 the NWLB handed down its decision. The musicians were to return to work, and the amount of payments to the welfare fund were to be determined at a later date. Columbia, RCA Victor, and the NBC transcription service had refused to sign contracts with the union. The union rejected the NWLB ruling.

Even an appeal by Roosevelt to Patillo in October 1944 to comply with the NWLB directive was unheeded. The President failed to act in the matter because he did not consider the music industry as essential to the war effort. Finally Columbia and RCA Victor decided to act because they were fearful of losing their best artists to other companies. These two companies had held out because they anticipated other demands against their parent radio networks. In November 1944 the welfare fund was a reality. For every record produced the companies agreed to pay a quarter of a cent for a thirty-five cent record to five cents for records costing two dollars or more. No fee was to be paid for commercial electrical transcriptions manufactured for a single broadcast but library transcriptions were assessed a sum amounting to three percent of the gross revenues received from their use. The union was given the right to inspect the books of the transcription and record companies. Studio broadcasts could not be recorded without union permission. If transcriptions were to be re-broadcast, scale wages were to be paid to the recording musicians. These contracts

The National Labor Board began hearings on the situation in July 1935. Board records in the matter had been filed in Washington, D.C. and signed a contract with the NLR. The Board's decision was followed with. In June 1936 the NLR ordered the companies to return to work, and the amount of payments to the workers was to be determined at a later date. The NLR, and the NLR transcription service had refused to sign contracts with the union. The union rejected the NLR ruling.

Even an appeal by Roosevelt to the NLR in October 1936 to comply with the NLR directive was unheeded. The workers refused to return to work because he did not consider the NLR ruling essential to the war effort. Finally, the NLR ruled that the workers were to return to work because they were essential to the war effort. These two companies had been out because they had refused other demands against their parent radio network. The NLR's ruling was a reality. For every record produced the companies agreed to pay a quarter of a cent for a thirty-day period and five cents for records copied for a dollar or more. The NLR was to be paid for commercial electrical transcription services for a single broadcast but library transcriptions were to be made and recorded in three percent of the gross revenues received from their sale. The union was given the right to inspect the books of the transcription and record companies. Studio broadcasts could not be recorded without union permission. If transcription was to be made, wages were to be paid to the recording machine. These wages



were to terminate on December 31, 1947. These were the first contracts in the history of labor relations where employers paid money directly to a union. They also marked the beginning of the welfare fund in labor relations.

During the period the recording contracts were in force the wage scales were to be allowed but one revision. In October 1946 the wage scales were increased 37½% for recordings and 50% for transcriptions. New minimums were \$41.25 for three hours of regular recording or \$38.50 for two hours of symphonic recording. Musicians making transcriptions received \$27 for fifteen minutes.

#### The Second Record Ban

When the recording contracts expired in 1947 the AFM was faced with the problem of extension under the Taft-Hartley law. The ramifications of the Labor Management Relations Act (Taft-Hartley) will be discussed later on. At this point it is necessary, however, to examine some of its provisions. Under the act union welfare funds were subject to federal regulation, control of such funds were invested in both labor and management, and the funds were to be used solely for the employees of the employers making the contributions. Obviously the musicians' union was reluctant to have the record companies tell the union how to spend the money. If the fund was to be used only for the benefit of the recording musicians, it would defeat its purpose. The United States Supreme Court removed this latter objection in defining the term, "employee." Traditional and technical definitions were not only to be used but economic and statutory concepts as well.<sup>1</sup>

---

<sup>1</sup> National Labor Relations Board v. E. C. Atkins & Co., 331 U. S. 398, 403, May 19, 1947

were to terminate on December 31, 1947. There were the first contracts  
in the history of labor relations where employers paid some directly  
to a union. They also marked the beginning of the welfare fund in  
labor relations.

During the period the recording contracts were in force the  
wage scales were to be allowed but not restricted. In October 1946 the  
wage scales were increased 3 1/2% for recording and 2% for transcrip-  
tions. New minimums were \$11.25 for three hours of regular recording  
or \$18.75 for two hours of syndicate recording. Minimums for  
transcriptions received \$27 for fifteen minutes.

The Second Welfare Plan

When the recording contracts expired in 1947 the NLR was faced  
with the problem of extension under the Taft-Hartley law. The exten-  
sions of the labor management relations act (Taft-Hartley) 40 USC  
discussed later on. At this point it is necessary, however, to review  
some of its provisions. Under the act union welfare funds were subject  
to federal regulation, control of such funds was invested in both  
labor and management, and the funds were to be used solely for the  
employees of the employer making the contribution. Obviously the  
unions' union was reluctant to have the record companies tell the  
union how to spend the money. If the fund was to be used only for the  
benefit of the recording maintainers, it would defeat the purpose. The  
United States Supreme Court resolved this latter objection in holding  
the term "employees." Traditional and technical definitions were not  
only to be used but economic and statutory concepts as well.

Although it was established that the musicians could benefit from such a proposed fund, the agreement as finally signed provided that the funds were to be used for the general public and thus the specific provision of the Taft-Hartley law does not apply. The fund could thus be controlled by the union and its chief function would be to provide more employment for musicians through public concerts. When the contracts expired President Petrillo made known that AFM musicians would never again engage in recording activities. Critics of Petrillo and his musicians and the broadcasters apparently did not regard this record ban as permanent. They had learned from experience presumably that technology was on their side.

As the ban went into its fourth month both sides seemed to be stalemated. Major recording companies were continuing to issue new releases pressed before the ban went into effect. Major recording companies were understood to have accumulated enough masters to provide new releases for at least a year.<sup>1</sup> Therefore they were not particularly eager to negotiate until the stockpile was considerably diminished. Meanwhile NBC's recording division drastically curtailed operations. The move, which resulted in severe reduction of the NBC radio recording staff, was said to have been an economy measure taken at least in part because of the musicians' ban against recording.

As the battle waged the trade papers were filled with rumors of a truce possibly to be negotiated in the person of David Sarnoff,

---

<sup>1</sup> Broadcasting, April 5, 1948, p. 26

Although it was recognized that the acquisition could result from such a proposed law, the agreement as to the specific provisions of the bill was to be used for the general outline and the specific provisions of the bill were not to be controlled by the terms and conditions of the contract. It was to provide more employment for students through public contracts. The contract expired because the contract was not renewed. It would never again engage in research activities. It was to be his matches and the researchers specifically did not report this record as a contract. They had learned from experience previously that technology was not their idea.

As the bill was the law, the bill was not to be obtained. Each research contract was considered to be a release passed before the law was in effect. Major research companies were understood to have continued their research to provide new releases for at least a year. Therefore they were not understood to negotiate until the stockpile was considerably diminished. The move, which resulted in severe restriction of the stockpile, was said to have been an emergency measure taken at least in part because of the situation, an urgent need.

As the bill was the law, the bill was not to be obtained. Each research contract was considered to be a release passed before the law was in effect. Major research companies were understood to have continued their research to provide new releases for at least a year. Therefore they were not understood to negotiate until the stockpile was considerably diminished.

---

<sup>1</sup> Proceedings, April 2, 1966, p. 20

chairman of the board of the Radio Corporation of America. Sarnoff was instrumental in early dealings with Petrillo during the first record ban some five years before.<sup>1</sup> He had given prominent assistance in labor relations disputes in New York for many years. In the meantime the recording companies were busy on the technical problem of "how best to approach Petrillo."

By October negotiations between the musicians and the record companies were reported to be progressing at an accelerated pace.<sup>2</sup> Lack of agreement, however, was apparent in many areas. Record companies proposed a concurrent labor and trustee agreement whereby royalty payments to a trustee would cease in the event the AFM for any reason decided to withhold the use of musicians prior to the expiration date of the proposed pact. Petrillo, it was reported, regarded this as a strike-breaking tactic. Another point of disagreement was the AFM's proposal that royalties be paid on all records sold since the beginning of the year. Another AFM request was that royalty payments also be made on the sale of foreign made records.

#### Influence of Foreign Records

As the direct result of the record ban reciprocal trade deals were made by British and American record manufacturers which is still enjoyed. Electric Musical Industries, an English firm, had five subsidiary recording companies which did business with American firms.<sup>3</sup>

---

<sup>1</sup> Billboard, April 24, 1948, p. 12

<sup>2</sup> Broadcasting, April 5, 1948, p. 26

<sup>3</sup> Billboard, May 8, 1948, p. 21

chairman of the board of the Radio Corporation of America, who has been instrumental in early dealings with Bell Telephone in the past, has some five years before he had given prominent assistance in their relations during the last few years. In the meantime the recording companies were busy on the technical problem of how best to approach Bell Telephone.

By October negotiations between the musicians and the recording companies were reported to be progressing at an accelerated pace. Lack of agreement, however, was apparent in many ways. Several companies proposed a concurrent labor and capital agreement whereby payments to a trustee would ensure in the event of any litigation decided to withhold the use of machines under the copyright law of the proposed pact. Bell Telephone, it was reported, rejected this and unlike-breaking tactics. Another point of disagreement was the proposal that royalties be paid on all records sold during the year. Another and more important was that royalty payments should be made on the sale of foreign made records.

Influence of American Records

As the direct results of the record ban technical trade deals were made by British and American record manufacturers which as still enjoyed. Electric Musical Industries, an English firm, had five subsidiary recording companies which did business with American firms.

- 
- 1 Hilbert, April 26, 1935, p. 12
  - 2 Proceedings, April 24, 1935, p. 13
  - 3 Hilbert, May 3, 1935, p. 21

Gramophone Company Ltd. cooperated with RCA Victor in exchanging master records; Columbia Gramophone Company had a similar exchange with Columbia Records; the English MGM Company recorded in England and made its masters available to MGM Records; and Parlophone Record Company had an exchange deal with Decca. The English companies maintained that no direct evasion of the AFM ban was intended. However, there was no doubt that American companies were counting on overseas cooperation in combating the ban.

#### A Capella and Bootleg Records.

The record bootleggers were waxing bolder all over the country and particularly in New York, Chicago, and Los Angeles at this time. Air checks of radio broadcasts were recorded by the bootleggers and sold at regular prices. The bootleggers position was somewhat secure because the courts in this country have held that a rendition cannot be copyrighted but only a composition.<sup>1</sup> A cappella recordings without the use of instrumentalists were again becoming popular. To counteract this device word was passed down to the locals of the AFM that cardholders who engaged in these vocal recordings would jeopardize their membership.

#### Musical Performance Trust Fund

Finally an agreement was reached on December 14, 1948 whereby a music performance trust fund was set up to provide employment for musicians.<sup>2</sup> Recording resumed immediately. The record companies were

---

<sup>1</sup> Down Beat, June 16, 1948, p. 2

<sup>2</sup> Billboard, Dec. 25, 1948, p. 2

Gramophone Company Ltd. cooperated with RCA Victor in exchanging master records; Columbia Gramophone Company had a similar exchange with Columbia Records; the English Nipper Company recorded in England and made its masters available to RCA Records and Victor Records. Company had an exchange deal with Decca. The English companies maintained that no direct evasion of the APM ban was intended. However, there was no doubt that American companies were counting on overseas cooperation in combating the ban.

A Capella and Hot Jazz Records.

The record bootleggers were making bold for all over the country and particularly in New York, Chicago, and Los Angeles at this time. Air checks of radio broadcasts were received by the bootleggers and sold at regular prices. The bootleggers' position was somewhat secure because the courts in this country have held that a rendition cannot be copyrighted but only a composition.<sup>1</sup> A capella recordings without the use of instrumentalists were again becoming popular. To combat this device word was passed down to the locals of the APM that cardholders who engaged in these vocal recordings would jeopardize their membership.

Musical Performance Trust Fund

Finally an agreement was reached on December 17, 1935 whereby a music performance trust fund was set up to provide employment for musicians.<sup>2</sup> Recording resumed immediately. The record companies were

---

<sup>1</sup> Lowm, June 16, 1938, p. 2  
<sup>2</sup> Hillboard, Dec. 22, 1938, p. 2



to pay one percent of the retail price of records under a dollar to two and a half percent of the records retailed over two dollars. Transcription companies were to pay three per cent of the gross income derived from leasing transcriptions. Payments of the record companies were to be made semi-annually. Ninety percent of the funds were to be expended each half-year, and semi-annual reports were to be given by the trustee to the recording companies and to the AFM. Samuel R. Rosenbaum was designated as the first trustee. Successors were to be appointed by the Secretary of Labor. The AFM reserved the right to review the actions of the trustee, but had no right to control the fund. The trustee was to make no distinction between union and non-union musicians. This provision was necessary in order to get the plan approved under the Taft-Hartley Act. There was some conjecture as to whether this provision were merely academic, in view of the fact that 237,000 musicians were members of the AFM. The pact covered all devices used to record music including wire and tape. Wage scales remained the same as under the October 1946 agreements.

Strikes. From the foregoing discussion it appears that the record bans as promulgated by the musicians have been weapons against the long-run effects of technology. A more potent weapon to secure immediate demands in the short run has been the strike or the threatening of strikes. In the long history of labor relations the "yellow-dog contract", injunction, blacklist, and lockouts have been used by employers against labor unions. The unions' answer to these practices has been the use or the threatened use of the strike. However, in the

to pay one percent of the total amount of rebates under a plan to  
 two and a half percent of the rebates received over two dollars.  
 The rebates on the plan were to be paid to the gross amount  
 derived from leasing transactions. The rebates of the rebates  
 were to be made semi-annually. The amount of the rebates was to be  
 expended each half-year, and semi-annual reports were to be given by  
 the trustee to the working committee and to the stockholders.  
 The trustee was designated as the first trustee. The trustee was to be  
 appointed by the majority of labor. The trustee was to have the right to  
 review the actions of the trustee, but had no right to control the  
 fund. The trustee was to make no distinction between union and non-  
 union members. This provision was necessary in order to get the  
 plan approved under the Fair Labor Act. There was some objection  
 as to whether this provision was really intended, in view of the fact  
 that 25,000 members were members of the AFL. The plan covered all  
 devices used to report such matters. The plan was approved.  
 remained the same as under the former plan.

Strikes. From the foregoing discussion it appears that the

record has as presented by the witnesses have been various. The  
 the long-run effects of technology. A more potent weapon to secure  
 immediate demands in the short run has been the strike or the picketing  
 of strikes. In the long history of labor relations the "yellow-dog  
 contract", injunction, blacklist, and lock-out have been used by  
 employers against labor unions. The union's answer to these practices  
 has been the use of the threatened use of the strike. However, in the

use of the strike labor has often had to deal with a third force perhaps stronger than the position of management--the public interest. Immediate gains by the unions often won at the high cost of loss in wages are sometimes offset by unfavorable public opinion. In radio broadcasting the networks have sought to avoid a strike of performers at all costs because of the heavy loss of revenue involved. Strikes against the networks therefore have been extremely rare. In 1935 the Columbia Broadcasting System cancelled the Prudential Hour when the AFM barred Al Goodman and his orchestra from the program. The same year the musicians barred Artie Shaw's orchestra from the National Broadcasting Company's Fitch Bandwagon.

On the local level one of the most famous strikes against a radio station was that the AFM waged against KSTP in St. Paul, Minnesota. In 1944 the AFM made demands concerning the number of musicians to be employed by the station. When the demands were not met, a strike ensued. The decisions of the National War Labor Board were not heeded by the union even though at the time labor unions in general were pledged not to strike in wartime. Petrillo was ordered arrested by a Minneapolis court, but he stayed out of the court's jurisdiction. After eleven months the union won its demands. But it also won the resentment of many Congressmen and the public.

Another strike on the local level occurred in the spring of 1950 when the AFM Local 802 struck against WINS in New York. The independent stations had previously agreed to pay three percent of the wages paid to its musicians to a union hospitalization fund limited to New York City.

use of the strike labor has often been a factor in the success of the  
stronger than the position of the union. The union has often been  
gains by the union often was at the high level of the union in  
this effect by the union's position. It is the position of the

networks have sought to avoid a strike of performance of all kinds  
because of the heavy loss of revenue involved. Strikes against the  
networks therefore have been extremely rare. In 1933 the National  
Broadcasting System cancelled the National Labor Union when the NLU  
Al Goodman and his associates from the program. The same year the  
networks turned their backs on the program. The National Broadcasting  
Company's stockholders.

On the local level one of the most famous strikes against  
radio station was that of the U.S. Postal Service in St. Paul, Minnesota.  
In 1934 the NLU made demands regarding the matter of salaries to be  
employed by the station. When the demands were not met a strike  
ensued. The decisions of the National Labor Board were not  
by the union even though at the time there were no general laws  
pledged not to strike in wartime. Radio was treated differently  
a Minneapolis court, but to stand out of the court's jurisdiction.  
After eleven months the union was no longer. The strike was the  
treatment of any Congress and the union.

Another strike on the local level occurred in the spring of 1934  
when the NLU (National Labor Union) struck the NLU. The International  
stations had previously agreed to pay some benefits to the NLU  
to its members to a non-unionized station. This strike was the

WINS refused to pay this fee and subsequently dropped eight musicians from its payroll. Again the union demands won out when an agreement was signed in April 1951.<sup>1</sup>

Virtually every writer on every major radio show belongs to the Radio Writers' Guild (RWG). The RWG along with the Screen Writers Guild and the Dramatists Guild is an adjunct of the parent organization, the Author's League. A strike by the RWG against the advertising agencies and networks was planned by the Guild for the fall of 1948.<sup>2</sup> The proposed strike had the support of the SWG and DG, who were pledged to financial assistance if necessary.

The problems relating to the strike revolved around the free-lance script writers who worked for the agencies. The technicality was one which disputed whether or not the free-lance writers were employees of the agencies. Originally the RWG wanted the National Labor Relations Board to certify the membership of these writers. The agencies' solution to the problem was to list all writers they considered employees. Then the RWG would be allowed to advise whether it felt any omissions had been made, with arbitration to follow where disagreement still persisted. The RWG already had agreements with the major radio networks. It wanted the agencies to sign similar agreements. The agencies countered by demonstrating their needs were different than those of the networks.<sup>3</sup>

---

<sup>1</sup> Allegro, October 1950, p. 5.

<sup>2</sup> Billboard, April 10, 1948, p. 7

<sup>3</sup> Billboard, Oct. 16, 1948 p. 17

was signed in April 1951.  
 Virtually every writer on every major radio show belongs to the  
 Radio Writers' Guild (RWG). The RWG along with the Screen Writers  
 Guild and the Transistor Guild is an aspect of the labor organization  
 the Author's League. A strike by the RWG against the major  
 agencies and networks was planned by the RWG for the fall of 1951.  
 The proposed strike had the support of the major radio show writers  
 to financial assistance if necessary.  
 The proposed strike to the major radio show writers was  
 since script writers who worked for the agencies. The RWG also was  
 one which discussed whether or not the RWG should strike the agencies  
 of the agencies. Originally the RWG wanted the National Labor Relations  
 Board to certify the RWG as the exclusive bargaining agent for  
 all radio show writers. The RWG wanted to list all writers who  
 Then the RWG would be allowed to advise whether it felt any  
 had been made, with explicit reference to follow when negotiations  
 pertained. The RWG already had agreements with the major radio  
 It wanted the agencies to sign similar agreements. The RWG  
 countered by demonstrating their needs were different than those of  
 the networks.

- 
- 1 Alliery, October 1950, p. 2.
  - 2 Billboard, April 14, 1951, p. 1.
  - 3 Billboard, Oct. 10, 1951, p. 1.

The threatened strike against the agencies occurred in November 1948. Picketing of the agencies was delayed at the request of J. R. Mandelbaum, of the Federal Mediation Service.<sup>1</sup> The strike itself was a partial one on the part of the RWG. The Guild had already signed agreements with over one hundred top flight radio programs. Among the struck shows were virtually all of the soap operas sponsored by Procter and Gamble, one of the key advertisers whose agencies did not come to terms with the Guild. Among the big-time shows remaining on the Guild's unfair list were Lux Radio Theater, The Great Gildersleeve, Fibber McCee and Molly, Cavalcade of America, and the Al Jolson and Red Skelton programs. Another jurisdictional problem was caused by the writers' strike. If the radio actors observed the proposed picket lines they would jeopardize their relations with the agencies; if they did not observe the picketing they would be considered unsympathetic not only by the writers but by the directors, who were members of the RWG's sister union, the Dramatists Guild. Again as in the case of the musicians who made records the writers had already contributed a month's supply of scripts for the agencies' use. The struck shows could remain on the air for at least a month. By the end of November considerable headway had been made in negotiations and the strike was settled with new script minimums and an area of agreement over the free-lance writers.<sup>2</sup>

This initial strike by the Radio Writers Guild against the agencies

---

<sup>1</sup> Billboard, Oct. 16, 1948 p. 6.

<sup>2</sup> Billboard, Nov. 27, 1948, p. 2.





was an indication of things to come with regard to the broadcasters. In May 1949 the news writers of the National Broadcasting Company in Chicago made new demands upon the expiration of their contract. The newsmen received a wage scale from \$330 to \$452.50 per month. They asked for a new scale ranging from \$375 to \$516 monthly.<sup>1</sup> The Guild was also interested in obtaining a five-day week, eight-hour day schedule. Although they only worked forty hours a week, the newsmen worked from four to seven days a week in putting in the forty hours. The Guild also asked for name credits for the writers of news broadcasts. Most of these demands were met without resorting to a strike.

The Radio Writers Guild did threaten a strike against the Columbia Broadcasting System in Hollywood in January 1950. They had been negotiating a new contract while the old one had expires April 30, 1949.<sup>2</sup> Guild demands were (1) salary readjustment bringing local pay scales on par with CBS in New York; (2) limitation of working hours with the Guild claiming a CBS-writer contract permitting a 60-hour week with no overtime pay provision, and (3) retention of radio-television rights to all material penned during the writer's own time. The union also wanted severance pay provisions and increased vacations. At the time of negotiations the staff salary in Hollywood for a CBS writer was \$83.50 a week. New York staff writers for CBS received a base pay of \$101.50. The network finally offered a base salary of \$94.

---

<sup>1</sup> Billboard, May 14, 1949, p. 10

<sup>2</sup> Billboard, Jan. 21, 1950 p. 3

was an indication of things to come after the broadcast.  
In May 1989 the vice president of the National Broadcasting Company in  
Chicago made the demands upon the organization of their contract. The  
network received a large sum - from \$100,000 to \$200,000 per week. The  
asked for a new contract ranging from \$100,000 to \$200,000 per week. The union  
was also interested in obtaining a five-day week, although they had  
Although they only worked four days a week, the network would give  
four to seven days a week in order to be able to work. The union  
also asked for new credits for the network of new broadcast. Most  
of these demands were met. Some demands were a strike.  
The strike started in 1989 and for some a strike against the network.  
Broadcasting system is affected in a way. The union had  
negotiating a new contract with the network. The union had  
The demands were (1) a new contract with the network, (2) a new  
per with CBS in the form of a new contract with the union.  
obtaining a contract with the network. The union was  
over the pay provision, and (3) a new contract with the network.  
to all material pointed out by the union. The union also  
wanted a new pay provision and a new contract. At the time  
of negotiations the full salary of the union was \$101,500. The  
\$83,500 a week. The full salary was for the network a new pay of  
\$101,500. The network should have a new salary of \$101,500.

---

1 Bilbois, M. J. 1989, p. 10  
2 Bilbois, M. J. 1989, p. 11

The first major postwar clash between management and labor in New England radio broadcasting occurred in May 1949 when more than eighty engineers in six New England stations of the Yankee Network walked out on strike. The engineers, members of the International Brotherhood of Electrical Workers (AFL), struck in protest of a twenty percent wage cut for engineers in outlying stations and against a rearrangement of working hours in Boston which would require a six-day week.<sup>1</sup> The network's problems were intensified when announcers, members of the American Federation of Radio Artists, and newsmen, members of the Boston Editorial Association (AFL) voted not to cross picket lines. At various times radio stations belonging to the network were off the air from seventeen minutes to more than three hours. Settlement was finally reached by arbitration.<sup>2</sup>

An interesting sidelight to picketing during broadcasting strikes occurred in Philadelphia in May 1948. At that time engineers of the American Communications Association (CIO) were in their fourth week of a strike against WFIL. In addition to picketing the station, the union picketed several Tape-Recording sponsors who were WFIL advertisers.<sup>3</sup>

The musicians have not been alone in their fight against technology in broadcasting. At its 1949 convention in San Francisco the

---

<sup>1</sup> Billboard, May 14, 1949, p. 9

<sup>2</sup> Ibid.

<sup>3</sup> Broadcasting, May 31, 1948, p. 13

The first major broadcast chain between management and labor in  
 New England radio broadcasting occurred in 1935 when three  
 eighty engineers in six New England stations of the National  
 Radio Broadcasters Association (NRBA) struck in protest of a twenty  
 percent wage cut for engineers in existing stations and a  
 rearrangement of working hours in Boston which would result in a six-day  
 week.<sup>1</sup> The network's problems were intensified when members  
 members of the American Federation of Radio Artists, and  
 members of the Boston Electrical Association (BEA) voted not to cross  
 plant lines. As various times radio stations belonging to the network  
 were off the air from various causes in non-Boston areas.  
 Settlement was finally reached by arbitration.  
 An interesting attempt to present radio broadcasting as  
 occurred in Philadelphia in 1936. At the time signers of the  
 American Commission Association (ACA) were in Philadelphia  
 a strike against WLL. In order to maintain the station, the  
 union picketed several page-2 copying documents and were WLL supporters.  
 The musicians have not been alone in their fight against labor  
 policy in broadcasting. At the 1936 convention in Washington for

---

1 Philadelphia, May 14, 1935, p. 3.  
 2 Ibid.  
 3 Broadcasting, May 21, 1935, p. 12.

American Federation of Radio Artists made a bid for recording artists to join their union. The AFM's record ban was still in effect at that time. The question of transcribing and sustaining rates was brought before the convention. The problem of tape recording was discussed in its relation to the rate question. At the time of the convention tape recording had become standard radio procedure. AFRA contended that tape recording was a form of transcription subject to a higher wage rate.<sup>1</sup> There was also the problem of rehearsal time for programs recorded on tape. Many programs of this type are forty-five minutes to an hour in length on the original record, but when the program finally goes on the air the length has been edited to a half-hour. This raises the question of whether performers get paid for the full time recorded, and if so, how much. These questions had resulted in a minor dispute between AFRA and NBC. Another question was with regard to fees for transcribed sustaining shows. The issue was whether transcriptions of sustaining shows should be paid for at the sustaining rate or at the higher transcription rate. The network contended that sustaining shows were not commercial and should be transcribed at the sustaining rate. However, the union contended that recording such shows placed them in the transcription category and that the transcription rate should apply.<sup>2</sup>

A seasonal problem peculiar to radio broadcasting is the summer replacement. Summer radio time is considered by advertisers to be

---

<sup>1</sup> Billboard, Aug. 27, 1949, p. 2

<sup>2</sup> Broadcasting, April 18, 1949, p. 14

American Federation of Radio Artists made a bid for recording artists to join their union. The ARA's record ban was lifted in effect at that time. The question of transcription and sustaining rates was brought before the convention. The problem of tape recording was discussed in its relation to the new question. At the time of the convention tape recording had become standard radio procedure. ARA contended that tape recording was a form of transcription subject to a higher wage rate.<sup>1</sup> There was also the problem of rehearsal time for programs recorded on tape. Many programs of this type are forty-five minutes to an hour in length on the original record, but when the program finally goes on the air the length has been edited to a half-hour. This raises the question of whether performers get paid for the full time recorded, and if so, how much. These questions had resulted in a minor dispute between the ARA and NAB. Another question was that raised in favor of transcription sustaining rates. The ARA contended that transcription of sustaining shows should be paid for at the sustaining rate or at the higher transcription rate. The ARA contended that sustaining shows were not commercial and should be transcribed at the sustaining rate. However, the union contended that recording time shows placed them in the transcription category and that the transcription rate should apply.<sup>2</sup>

A seasonal problem peculiar to radio broadcasting is the summer replacement. Summer radio time is considered by advertisers to be

---

<sup>1</sup> Billboard, Dec. 23, 1934, p. 7.  
<sup>2</sup> Broadcasting, April 18, 1934, p. 14.

inferior to the Class A time of winter schedules and therefore is paid for a lower rate. Although it is generally admitted that the number of listeners to radio programs drops off in summer, the networks usually attempt to counteract this lack of listener interest by keeping as many big-name entertainers on the air as possible. One way to keep up the station's revenues and Hooper ratings is to repeat successful winter programs by transcription. In 1948 both major networks, NBC and CBS, ran into opposition by AFRA and AFM for participation in such a summer program. At first AFRA vetoed the proposal completely. Later the union told representatives of the two networks that it would grant permission for re-broadcasts if its members were paid their original rates. The networks assured AFRA that such repeat broadcasts would not affect actor employment. Nevertheless opposition remained severely strong from the unions.<sup>1</sup> The situation was somewhat different a year later. By that time television had made serious inroads on radio employment and listeners. When confronted with opposition by AFRA, CBS in the spring of 1949 submitted petitions from such entertainers as Eddie Cantor, Dinah Shore, Ed Gardner, and Jack Benny supporting the network's position.<sup>2</sup> Jack Benny later withdrew his support. However, cooperation from both sides in the face of seasonal and technological unemployment could make for acceptable transcription rates.

---

<sup>1</sup> Billboard, July 30, 1949, p. 12

<sup>2</sup> Billboard, April 9, 1949, p. 10

inferior to the Class A line of water supplies and therefore is paid  
for a lower rate. Although it is generally admitted that the number  
of fishers to radio program drops off in winter, the network usually  
attempts to counteract this lack of fisherman interest by fishing as many  
high-name entertainers as the air is possible. The way to keep the  
station's revenues and budget ratings is to record successful winter  
programs by transcription. In 1948 each winter network, ABC and CBS,  
ran into opposition by AFM and ILM for participation in such a winter  
program. At first AFM vetoed the proposal completely. Later the  
union told representatives of the two networks that it would grant  
permission for re-transmission if the networks would give their original  
rates. The networks agreed with this and a rough program would  
not affect their earnings. However, the question remained whether  
they would be allowed to re-transmit. The situation was somewhat different  
year later. By this time the network had a better record on radio  
employment and interest. That winter, when negotiations with AFM,  
CBS in the spring of 1949 rejected the offer from both networks  
as Eddie Cantor, Brian Storer, Ed Gardner, and Jack Benny suggesting  
the network's position.<sup>1</sup> Jack Benny later withdrew his support.  
However, cooperation from both sides in the face of commercial and logi-  
cal unemployment could mean for successful transcription.

---

<sup>1</sup> Billboard, July 30, 1949, p. 12  
<sup>2</sup> Billboard, April 21, 1949, p. 10



In its relations with the motion picture producers the AFM had always prohibited the technique of "dubbing" that is the superimposing of previously recorded music onto a film sound track. As the science of sound recording advanced the AFM was once again faced with this problem. In the summer of 1950 the AFM prohibited the use of "dubbing" and pre-recording techniques by record companies.<sup>1</sup> The most common practice prohibited was the recording of an instrumental background and the subsequent "dubbing" of a vocal performance. The ostensible purpose of the ban was to create more work for musicians. When a complete vocal record is cut at one session, there are frequently more mistakes by vocalists, who are not paid by the hour, than by musicians, who get an hourly scale. Thus, where possibly only two usable record sides might be recorded by a vocalist in one session, it is usually possible to get four usable instrumental sides in a session. By cutting instrumental backgrounds first and "dubbing" in vocals later, record companies are able to make a saving on what they otherwise would have to pay musicians.

Basis for the ban according to the AFM was a clause in the agreement signed by the companies after the last major record ban. This clause forbids "dubbing." The record companies were of the opinion that this clause was not intended to cover pre-recording techniques but was aimed at "dubbing" for such devices as soundtracks and transcriptions.

---

<sup>1</sup> Down Beat, June 30, 1950, p. 1

In its relations with the motion picture producers the A.S. has  
always prohibited the technique of "padding" and in the experiments  
of previously recorded music with a film sound track. In the course  
of sound recording advanced the A.S. was once again faced with this  
problem. In the summer of 1930 the A.S. prohibited the use of "padding"  
and pre-recording techniques of sound engineers. The word "padding"  
prohibited was the recording of an instrumental background  
and the subsequent "padding" of a vocal performance. The objective  
purpose of the ban was to create more work for musicians. When a  
complete vocal record is made at one session, then the fragments are  
mixed by vocalists, who are not paid by the hour, but by sessions,  
who get an hourly wage. That, what usually only two vocal records  
might be recorded by a vocalist in one session, it is usually  
possible to get four vocal instrumental pieces in a session. By cutting  
instrumental backgrounds first and recording in vocalists, record  
companies are able to make a saving on what they otherwise would have  
to pay musicians.

Basic for the arrangement of the A.S. was a clause in the  
agreement signed by the companies after the first major record war. This  
clause forbids "padding". The record companies were of the opinion  
that this clause was not intended to cover pre-recording techniques but  
was aimed at "padding" for each device as an instrument and transcription.

### Welfare Funds

As has been examined in the study of AFM's record bans the union was successful in initiating two welfare funds for the employment of musicians. The Record and Transcription Fund was in force from 1943 to 1947. Royalties collected in this manner were outlawed by the Taft-Hartley Act in 1949. The Music Performance Trust Fund was set up under the terms of the new contracts with the recording companies in 1948. The legalities of the funds already have been considered. In 1947, the first year of expenditures from the Record and Transcription Fund, the fund supported a total of 10,495 free performances, paid for at the prevailing local union rates. Disbursements were \$1,444,700 out of the total of \$3,773,503.50 collected.<sup>1</sup> Thus the fund brought music to veterans hospitals, colleges and universities, civic institutions, juvenile delinquency projects, city park projects, A few of these concerts were allowed to be broadcast. During the first allocation of funds each local was to receive \$10.43 for each member except the three largest locals. The largest locals were allowed the standard fee for their first 5,000 members and \$2.00 for each additional member. During the life of the fund almost 19,000 free performances were given. Almost \$4,500,000 was contributed to the fund in royalties and all most all of it was spent before 1950.<sup>2</sup>

---

<sup>1</sup> American Federation of Musicians, The Record on Records, 1948, p. 14

<sup>2</sup> Letter, op. cit., p. 148

It has been estimated in the light of the fact that the  
 union was successful in initiating the welfare funds for the employees  
 of mechanics. The record and financial statements for the years 1935  
 to 1937. Receipts collected in this amount were collected by the  
 Barley Act in 1937. The main purpose of the fund was set up under  
 the terms of the new contract with the working agreement in 1937.  
 The legality of the funds being now being considered. In 1937  
 the first year of expenditures from the fund and financial statements  
 the fund reported a total of \$1,100,000 for 1937. The fund was  
 the prevailing local and national. Expenditures were \$1,100,000  
 of the total of \$1,173,700. The fund was established for the purpose  
 to veterans hospitals, colleges and universities, child institutions,  
 juvenile delinquency projects, etc. The fund was established in 1937  
 contracts were allowed to be dissolved. During the first fifteen  
 funds each local was to receive \$1,000 for each member under the  
 three largest locals. The largest locals were allowed the standard fee  
 for their first 2,000 members and \$700 for each additional member.  
 During the life of the fund almost 10,000 contracts were given.  
 Almost \$1,500,000 was contributed to the fund in receipts and all  
 All of it was spent before 1938.

1 American Federation of Laborers, The Record on Receipts, 1937, p. 15  
 2 Letter No. 211, p. 156

Relative stability brought to the recording industry in 1948 has remained through the continuance of the Music Performance Trust Fund. Even Paul Hume, who won fame as a music critic in the nation's capital during the Truman administration, has been enthusiastic about the cultural programs sponsored by the fund.<sup>1</sup> Between \$12,000 and \$15,000 was allotted Local 161 in Washington for a free concert series at the National and Phillips Galleries. Estimates on the receipt of the fund range about two million dollars a year. The money received is allotted on a percentage basis throughout the country. For example out of each \$300,000 collected New York receives \$51,000; Chicago, \$40,000; Los Angeles, \$39,500; and Philadelphia, \$28,500. The lowest amounts received by any geographic area are less than \$100 per year. For example thirteen counties in Texas receive less than \$81.<sup>2</sup>

One of the important functions of the Music Performance Trust Fund in recent years has been the revival of the municipal band concert. In most cases municipal authorities were persuaded by the locals to match funds from the national trust fund. Thus many of the smaller cities of the country have benefited directly.<sup>3</sup> The fund underwrites three band concerts each summer in Racine, Wisconsin; in Binghamton, New York; in Toledo, Ohio; in Greenville, Ohio; in Mitchell, South Dakota; in Lafayette, Indiana. The list can be extended indefinitely.

---

<sup>1</sup> International Musician, May 1953, p. 8

<sup>2</sup> Billboard, Dec. 25, 1948, p. 9

<sup>3</sup> International Musician, Nov. 1953, p. 11

Relative stability brought to the recording industry in 1948  
 has remained through the continuance of the main performance  
 fund. Even Paul Hume, who was seen as a main critic of the nation's  
 capital during the Truman administration, has been enthusiastic about  
 the cultural programs sponsored by the fund.<sup>1</sup> In 1948 \$15,000 and \$1,000  
 was allocated local 101 in Washington for a fine company series of the  
 National and Phillips Galleries. Substantially on the receipt of the fund  
 range about two million dollars a year. The money received is allocated  
 on a percentage basis throughout the country. For example out of each  
 \$300,000 collected New York receives \$2,000; Chicago, \$15,000; Los  
 Angeles, \$35,000; and Philadelphia, \$25,000. The lowest amounts re-  
 ceived by any geographic area are less than 100 per year. For  
 example thirteen counties in Texas receive less than \$51.<sup>2</sup>

One of the important aspects of the fund is the National Trust  
 Fund in recent years has been the revival of the national trust concept.  
 In most cases municipal authorities were persuaded by the fund to  
 match funds from the national trust fund. The way of the earlier  
 cities of the country has been limited diversity.<sup>3</sup> The fund underwrites  
 three band concerts each summer in Boston, Worcester, and Springfield,  
 New York; in Toledo, Ohio; in Greenville, Ohio; in Mitchell, South  
 Dakota; in Lafayette, Indiana. The list can be extended indefinitely.

---

1 International Relations, May 1952, p. 8.  
 2 Billboard, Dec. 15, 1948, p. 9.  
 3 International Relations, Nov. 1952, p. 11.

Obviously the success of the Music Performance Trust Fund has not gone unchallenged by those record producers who are paying the bill. In 1948 Samuel R. Rosenbaum, the administrator of the fund for both sides, made a bid for the support of other segments of the entertainment industry. Mr. Rosenbaum made his plea as follows:

For a long time, while I was still in the radio industry, I have believed and said that, in the long view, it is in the best interest of the mechanical musical industries to do something to counteract technological unemployment caused by their processes. To do so is not a private WPA, but it helps encourage a future supply of live talent without which our methods of record reproduction are helpless.

In 1938 the radio industry adopted a voluntary Plan of Settlement to help in this direction. Now the recording publishers are offering their contribution. No doubt other segments of the commercial musical industries eventually will join in a more equitable solution. It is obviously unfair for the recorders alone to carry the burden.<sup>1</sup>

At the annual convention of the AFM in 1949 Mr. Rosenbaum's views were discussed. According to Mr. Rosenbaum the fund could be greatly expanded if radio, movies and juke boxes were forced to pay more for the canned music they used. Mr. Petrillo as president of the AFM said that he agreed with the intent and purpose of the proposal but believed it was impractical. Mr. Petrillo said, "I could pull the musicians out of Hollywood studios today, if you say so, but the studios have so much canned music stored up that they wouldn't care if we ever went back. It would just mean the loss of another 600 jobs for musicians."<sup>2</sup>

---

<sup>1</sup> Billboard, Dec. 25, 1948. p. 8

<sup>2</sup> Broadcasting, June 13, 1949, p. 27

Obviously the success of the radio industry has not gone unchallenged by those who are opposed to it. In 1938 Samuel H. Rosenow, the administrator of the law for both sides, made a bid for the support of other segments of the entertainment industry. Mr. Rosenow made the following

For a long time, while I was still in the radio industry, I have believed and said that, in the long view, it is in the best interests of the commercial musical industries to do something to coordinate technological management means of their processes. To do so is not a private act, but it helps encourage a future supply of live talent which will be without of record production in the business.

In 1938 the radio industry started a voluntary plan of settlement to help in this situation. Now the recording publishers are offering their own contribution. No doubt other segments of the commercial musical industries eventually will join in a more complete solution. It is obviously unfair for the recording alone to carry the burden.

At the annual convention of the National Association of Broadcasters were discussed. According to Mr. Rosenow the first point on which expanded the radio, movies and television have been expanded the same would be used. Mr. Rosenow's treatment of the fact that he agreed with the intent and purpose of the proposal and believed it was impractical. Mr. Rosenow said, "I could not see the situation out of Hollywood studios today, if you say so, but the studios have so much canned music stored up that they would not care if we ever went back. It would just mean the loss of another \$50,000,000 for recording."

---

1 Hilliard, Dec. 25, 1938, at 2  
2 Broadcaster, June 17, 1937, at 27



### The Lea Act

Under the New Deal in 1935 with the passage of the National Labor Relations Act the unions came to look to the government, particularly the Federal government, for protection of their institutions and for protective legislation. The Lea Act in 1946 marked the first departure from this hard-won status of trade unionism with its legislative curb imposed on the activities of labor unions. The legislation in question was introduced by Congressman Clarence F. Lea. It passes the House of Representatives overwhelmingly; and after passing the Senate President Harry S. Truman signed the measure in April 1946. Briefly the Lea Act made it unlawful for a union to threaten or compel a broadcaster to: (1) employ more persons than it needed; (2) pay money instead of hiring more persons than it needed; (3) pay more than once for services; (4) pay for services not performed; (5) refrain from broadcasting noncommercial education programs; (6) refrain from broadcasting radio communications originating outside the United States.<sup>1</sup> With regard to the recording companies the law prohibited (1) payment of exactions for producing or using recordings or transcriptions; (2) imposition of restrictions on production, sales, or use of records or transcription; (3) payment of exactions for rebroadcast of programs.<sup>2</sup>

Violations of the Lea Act were to be punished by one year's imprisonment, or a fine not to exceed \$1,000, or both. Although the

---

<sup>1</sup> Leiter, OP. cit., p. 158

<sup>2</sup> Ibid., p. 159

Under the new law in 1937 when the passage of the National Labor Relations Act the unions came to look to the government, rather than the Federal Government, for protection of their interests and for protective legislation. The law in 1937 marked the first departure from this hard-and-fast rule which the legislative curb imposed on the activities of labor unions. The legislation in question was introduced by Congressman Clegg in 1937. It passed the House of Representatives overwhelmingly and after passing the Senate President Harry S. Truman signed the act on April 12, 1937. Briefly the law sets up machinery for a union to be chosen or elected a broadcaster for (1) any person who is needed; (2) any money instead of hiring more persons than is needed; (3) pay more than once for services; (4) pay for services not rendered; (5) certain time broadcasting noncommercial educational programs; (6) certain time broadcasting radio communications originating outside the United States. With regard to the recording companies the law prohibits (1) payment of exactions for producing or using recordings or transcripts; (2) imposition of restrictions on production, sale, or use of records or transcripts; (3) payment of exactions for recording of programs. Violations of the law were to be punished by one year's imprisonment, or a fine not to exceed \$1,000, or both. Although the

1 Letter, 97, 212, p. 128

2 Ibid., p. 129

Lea Act was directed at Petrillo and the American Federation of Musicians, the American Federation of Radio Artists and the Radio Writers Guild were also covered. The latter unions engaged in many of the broadcasting practices of the AFM such as demanding original scales for programs rebroadcast to the Pacific coast area. Such stars as Bing Crosby, Bob Hope, and Frank Sinatra actively opposed the new legislation. A test case of the constitutionality of the Lea Act when the AFM was in a dispute with Radio Station WAAF in Chicago. When the union requested the station to hire three additional musicians, the station refused and a strike resulted. The Justice Department decided to prosecute the union on the grounds it was coercing the station to hire more employees than was necessary. In December 1946 Judge Walter J. La Buy of the United States District Court upheld the musicians and declared the law unconstitutional. In June 1947 the United States Supreme Court reversed the decision of the lower court. In a five to three decision the Supreme Court held the Lea Act to be constitutional. Petrillo bowed to the decision of the Supreme Court when he said: "This is my country and the Supreme Court makes the final rulings on its laws. No one will ever say that Jim Petrillo fought his country or the Supreme Court. I thought that I had the law on my side, and I made the best fight I knew how. The Supreme Court has spoken, and I bow to its dictates."<sup>1</sup>

#### Labor Management Relations Act of 1947

The provisions of the Labor-Management Relations Act of 1947, or the Taft Hartley Act, and the opposition of labor unions to this

---

<sup>1</sup> The New York Times, June 24, 1947, p. 5; 6; 7.

was not was directed at ... the American Federation of Radio Artists and the ... were also covered. The latter unions ... casting practices of the AFR ... programs reproduced in the ... Crosby, Bob Hope, and ... A test case of the constitutionality of ... in a dispute with Radio Station ... the station to hire three additional ... a strike resulted. The United States ... on the grounds it was covering the station ... than was necessary. In December ... United States District Court would ... unconstitutional. In June 1947 the ... the decision of the lower court, ... Court held the law not to be constitutional. ... decision of the Supreme Court when he ... the Supreme Court raises the final ... ever say that the ... I thought that I had the law on my side, and I ... know how. The Supreme Court has ...

Labor Management Relations Act of 1947

The provisions of the Labor-Management Relations Act of 1947 ... on the Fair Labor Act, and the regulation of labor ...

legislation are well-known facts. However, some of the provisions had far-reaching effects on the activities of the radio broadcasting unions and should be examined in detail. In general the Taft-Hartley Act had five general effects on collective bargaining. (1) It restricted the area of collective bargaining. The parties could no longer, for example, agree on the closed shop, or certain kinds of checkoff, health and welfare funds, or royalty payments. (2) It entered the internal life of trade unions by providing for new types of elections, and for accounting for funds, among other matters. It was also directed at bringing officials who were Communists to the attention of the membership and the public. (3) The act limited the use of certain techniques through which the unions built up power. It prohibited the secondary boycott, restricted participation in politics, and banned certain types of health and welfare funds. (4) It provided for greater government intervention in disputes affecting the national welfare by providing for injunctions, cooling-off periods, and the fact-finding panels without power to make recommendations. It prohibited jurisdictional disputes and provided for court enforcement of contract. (5) It restricted the degree of security which the unions could obtain as reflected in the closed shop and welfare fund provisions.

#### "Featherbedding" or the Standby Provision

One of the most frequent charges made against the American Federation of Musicians is that it pioneered in the make-work policy of "featherbedding" by the use of the stand-by in radio broadcasting. A standby may be defined as a musician who is required to be present

legislation are self-managing bodies. However, some of the provisions are far-reaching effects on the activities of the public or other persons and should be examined in detail. In general the provisions are five general effects on collective bargaining. The parties shall be free to agree on the closed shop, or other limits of conduct, within an welfare lands, or royalty payments. It is intended that the interest of trade unions by providing for new types of elections, and for securing for lands, among other matters. It was also intended to change officials who were concerned to the activities of the public. (2) The act limited the power of certain general bodies which the unions could not exercise. It provided for a certain number of restricted participation in politics, and named certain types of welfare and welfare funds. (3) It provided for greater government intervention in disputes affecting the national welfare by providing for intervention cooling-off periods, and the fact-finding means without power to make recommendations. It provided for additional dispute resolution procedures for court enforcement of contracts. (4) It restricted the degree of security which the unions could obtain as reflected in the closed shop and welfare fund provisions.

Relationships in the Energy Industry

One of the most frequent charges made against the activities of the Federation of National is that it has acted in the same way as of "interference" by the use of the courts in its proceedings. A standby may be defined as a matter which is required to be present

and paid on certain occasions even though he performs no services. This device was particularly used in broadcasting when non-union musicians or amateurs were engaged by the broadcasters. Often standby fees were paid to the union and no musicians were required to be on the scene. Standbys were prohibited from radio broadcasting by the Lea Act. The Taft-Hartley Act included the same prohibition.

#### The Record Ban and Taft-Hartley

As previously reviewed, the settlement of the record ban of 1948 hinged on acceptance of the welfare fund under the Taft-Hartley law. Settlement of the dispute between the musicians and record companies was almost completed at the time the new labor legislation was being drafted. By and large the outlawing of welfare funds was known to be part of the proposed legislation. Both sides in the record ban dispute watched closely as the best legal minds in the country tried to find ways that the contract calling for a royalty payment fund would be compatible with the new law. Many substitutions for the Taft-Hartley proposal were proposed by various congressmen. One of the substitutions was the Wood Bill, which failed to pass by the slim margin of three votes. In an attack against the various provisions of the Wood Bill, Representative Roy Weir (D., Minn.) declared that, under the Wood measure, "restrictions against welfare funds, which have brought relief to unemployed and injured workers and have come to the rescue of many families of other workers killed on the job are kept as tight and cruel as before."<sup>1</sup> Representative Charles Howell (R., N. H.) told the House:

---

<sup>1</sup> Billboard, May 14, 1949, p. 3

and paid on certain occasions even though in persons no services.  
This device was particularly used in broadcasting when non-union  
mechanics or mechanics were engaged by the broadcasters.  
Often standby fees were paid to the union and no mechanics were required  
to be on the scene. Standby fees were withheld from radio broadcasting  
by the law. The law forbade the same prohibition.

#### The record law and law

As previously reviewed, the enactment of the record law of 1915  
hinged on acceptance of the law under the law. The law  
enactment of the law before the law and record companies  
was almost completed at the time the law was enacted and before  
drafted. It was the purpose of the law to be known to be  
part of the proposed legislation. The law in the record law  
was drafted as the best law in the country and to find  
ways that the contract calling for a copy of the law would be  
compatible with the law. The law was drafted for the law  
proposed were proposed by various organizations. One of the  
was the Wood Bill, which failed to pass by the slim margin of three  
votes. In an effort against the various provisions of the Wood Bill,  
Representative Roy Blair (D., Ill.) declared that, under the Wood  
measure, "restrictions against workers' funds, which have proved helpful  
to unemployed and injured workers and have come to the rescue of many  
families of other workers killed on the job are kept as tight and cruel  
as before." Representative Charles Howell (R., N. C.) told the House:



"The substitute contains the same provisions as the Taft-Hartley Act, making it a criminal offense for an employer to contribute or an employee representative to accept money for health and welfare funds unless they are for particular purposes and administered in a specific manner."<sup>1</sup> As stated before, the matter was finally settled with regard to the recording industry by circumventing the law so that the royalty payments were paid to a trust fund for the benefit of the public.

#### The Secondary Boycott

The Taft-Hartley Act is specific in prohibiting secondary boycotts. During the record ban the transcription companies filed charges against the American Federation of Musicians with the NLRB. The charges claimed that because of the record ban the transcription companies were no longer able to do business with radio stations. According to the transcription companies this situation constituted a secondary boycott. In December 1948 the regional director of the NLRB in New York ruled that the record ban did not violate the Taft-Hartley law and he refused to issue any complaints in the matter.<sup>2</sup> At this time it was the opinion of the NLRB regional director that the record ban in itself was not the reason that the transcription companies could not do business with the broadcasting stations. The situation of the transcription companies was due to circumstances and not from any direct action of the AFM.

---

<sup>1</sup> Ibid.

<sup>2</sup> Official Proceedings of the Annual Convention of the American Federation of Musicians, 1949, pp. 103-4

The statute contains the same provisions as the Telephone Act, making it a criminal offense for an employer to discriminate on the basis of race, color, or religion in hiring, promoting, or discharging any employee. It also prohibits an employer from refusing to accept money for health and welfare funds unless they are for particular purposes and administered in a certain manner.<sup>1</sup> As stated before, the matter was finally settled with regard to the recording industry by throwing out the law so that the recording payments were paid to a trust fund for the benefit of the artists.

The Secondary Boycott

The Telephone Act is applicable in prohibiting discrimination against unions during the record ban. The transcript companies filed charges against the American Federation of Labor with the NLRB. The charges claimed that because of the record ban the transcript companies were no longer able to do business with their customers. According to the transcript companies this situation constituted a secondary boycott. In December 1948 the regional director of the NLRB in New York ruled that the record ban did not violate the Telephone Act and he refused to issue any complaints in the matter.<sup>2</sup> At this time it was the opinion of the NLRB regional director that the record ban in itself was not the reason that the transcript companies could not do business with the broadcasting stations. The situation of the transcript companies was due to circumstances and not to any direct action of the NLRB.

<sup>1</sup> Id.

<sup>2</sup> Official Proceedings of the Annual Convention of the American Federation of Musicians, 1949, pp. 133-4

A decision of far-reaching implication regarding the secondary boycott was issued by the NLRB in the upper New York state area in May 1949. It ruled that the American Federation of Radio Artists were not guilty of violation of the Taft-Hartley law by persuading an advertising sponsor to discontinue its advertising with a radio station which was under a strike edict of AFRA.<sup>1</sup> The interpretation was a result of a complaint by Gordon Brown, owner of radio station WSAY, Rochester, New York.

#### Non-Communist Affidavit

In its provisions for union registration the Taft-Hartley law requires, among other things, an affidavit to be filed with the NLRB by each officer of the union stating that he is not a Communist. The implications of this provision are political rather than economic and not within the scope of this study. In passing it must be mentioned in all fairness that the unions in the radio broadcasting field have been subject to a form of "black-listing" by two publications, Red Channels and Counterattack. The first publication issued in June 1950 lists the names of 151 writers, actors, singers, dancers, producers, and network executives along with their alleged Communist affiliations. In July 1949 several radio unions moved to make a complete investigation of charges that there was a blacklist operating in the radio-television field. The move started when William Sweets resigned as director of two radio shows, Gangbusters and Counterspy. Sweets had refused to sign a non-Communist affidavit when he was "pressured"

---

<sup>1</sup> Billboard, April 2, 1949, p. 5

A decision of far-reaching importance regarding the secondary market  
was issued by the FCC in the lower law court area in 1950.  
It ruled that the American Federation of Laborers was not guilty  
of violation of the anti-trust law by operating an advertising agency  
to disseminate the advertising efforts of the union which was under  
a strict order of the court. The investigation was a result of a complaint  
by Gordon Brown, owner of radio station WJL, Rochester, New York.

Non-Communist Affidavit

In the provisions for which registered the anti-trust law  
regarding, among other things, an affidavit to be filed with the FCC  
by each officer or person in the station stating that he is not a Communist.  
The implications of this provision are far-reaching and have become  
and not within the scope of this study. It is noted that it must be  
mentioned in all licenses that the station is the radio broadcasting  
field have been subject to a form of "black-listing" by the public  
tions, Red Channels and Communism. The first publication issued  
in June 1950 lists the names of FBI writers, editors, directors, producers,  
and network executives along with their alleged Communist  
affiliations. It is only fair to note that the authors strove to make a complete  
investigation of charges that there were Communist connections in the  
radio-television field. The report stated that William Lester was listed  
as director of two radio shows, Benjamin Franklin and Democracy. Lester  
had refused to sign a non-Communist affidavit when he was "black-listed".

into doing so. A fact-finding committee was appointed by the RTDG to investigate the case.

The radio unions with the cooperation of advertising agencies and the networks sought ways and means of counteracting communist infiltration. In July 1952 the National Board of AFRA submitted to a referendum vote a constitutional amendment which had been discussed with considerable vehemence for more than a year. It provided that:

No person shall remain a member of AFRA, or retain employment in AFRA, who has been proven to have maintained membership in, or to have joined the Communist Party, since December 31, 1945, in state or federal court action;

Or who has been named as, or identified as, a Communist by the State Department, Justice Department, or by the F.B.I.;

Or, who after the adoption of this amendment renders aid and assistance by knowingly lending his name or talents to, or by actively promoting the interests of, or by making financial contributions to, any organization listed by the Attorney General's office, or by any other duly constituted government agency, as subversive.

The National Board may, in its discretion, require a written statement in affidavit form, from any officer, member, or employee of the association, or any local, to the effect that such officer, member or employee is not, and has not since the adoption of this Section been in violation of any of the provisions of Section 4 (Above) of this article.<sup>1</sup>

So far as the non-Communist affidavit requirement of the Taft-Hartley Law is concerned little opposition has been shown to it by the radio unions. In other labor organizations known anti-Communists have

---

<sup>1</sup> Merle Miller, The Judges and the Judged (Garden City, N. Y. Doubleday and Company, Inc., 1952), pp. 204-205.

into doing so. A fact-finding committee was appointed by the NLRB

to investigate the case.

The radio unions with the cooperation of advertising agencies

and the network sought ways and means of counteracting Communist

infiltration. In July 1952 the National Board of NLRB submitted

to a referendum vote a constitutional amendment which had been discussed

with considerable vehemence for more than a year. It provided that

no person shall remain a member of NLRB, or receive  
employment in NLRB, who has been proven to have made  
falsified membership in, or to have joined the Communist  
Party, since December 31, 1945, in state or federal  
court action;

Or who has been named as, or identified as, a Com-  
munist by the State Department, Justice Department,  
or by the F.B.I.

Or, who after the adoption of this amendment refrains  
aid and assistance by knowingly leading the name or  
talents to, or by actively promoting the interests  
of, or by making financial contributions to, any  
organization listed by the Attorney General's  
office, or by any other duly constituted Government  
agency, as subversive.

The National Board may, in its discretion, require a  
written statement in affidavit form from any officer,  
member, or employee of the radio board, or any local,  
to the effect that such officer, member or employee  
is not, and has not since the adoption of this section  
been in violation of any of the provisions of section  
1 (above) of this article.

So far as the non-Communist affidavit requirement of the radio

law is concerned this organization has been known to it of the radio

unions. In other labor organizations known anti-Communist have

1 Merle Miller, The Labor and the Radio (Garden City, N. Y., 1952), p. 138-139.  
Doubleday and Company, Inc., 1952, p. 138-139.

been known to refuse to sign. Such resolutions and constitutional amendments as introduced by AFRA may or may not have an effect. The significance of the date, December 31, 1945, in AFRA's constitutional amendment may be cause for debate.

#### Opposition to Taft-Hartley

The development of government control as expressed in the Labor-Management Relations Act of 1947 along with the spread of unionism raises the question whether unions can only be fully free when unimportant. The price of expansion may be the loss of freedom.<sup>1</sup> Nevertheless the radio unions joined the concerted efforts of organized labor for repeal of the Taft-Hartley Act immediately after its passage. At the annual convention of the American Federation of Radio Artists in Boston in 1948 the national executive secretary, George Heller, said in the keynote address, "We must face it. We are at war." Heller, referring to the Taft-Hartley law and additional restrictive legislation on a state-wide level, stated that a "very cold and calculating campaign is being waged, the effects of which will not be felt by labor for some years to come. But of this there can be no doubt: If the present restrictive laws continue to exist, AFRA will eventually be slowed to a standstill."<sup>2</sup>

At the same convention Frank Reel, AFRA's national assistant secretary, called for courage and boldness, stating pointedly: "It's time

---

<sup>1</sup> E. Wright Bakke and Clark Kerr, Unions, Management and the Public (New York: 1948), p. 865

<sup>2</sup> Billboard, Sept. 4, 1948, p. 15

been known to refuse to sign. Such resolutions are constitutional amendments as introduced by AIA may or may not have an effect. The significance of the date, December 31, 1955, in AIA's constitution as amendment may be cause for debate.

Opposition to Telford

The development of government control is expected in the Labor-Management Relations Act of 1947 along with the spread of unionism. raises the question whether union can only be fully free when management. The price of expansion may be the loss of freedom. I overstates the radio unions joined the concerted efforts of organized labor for repeal of the Telford Act immediately after its passage. At the annual convention of the American Federation of Labor Unions in London in 1948 the national executive secretary, George Hillier, said in his keynote address, "we must face it. We are at war. Britain, returning to the Telford law and additional restrictive legislation on a state-wide level, stated that a very cold war was being waged. is being waged, the effects of which will not be felt by labor for some years to come. But in this time can be no doubt if the proposed restrictive laws continue to exist, AIA will eventually be closed to a standard."

At the same convention Frank Hill, AIA's national secretary, secretary, called for courage and boldness, stated generally that the

---

1. E. Wright Balle and Clark Hill, Union, Management and the Telford (New York: 1955), p. 105

2. Bilboard, Sept. 1, 1955, p. 10



we realized that we are a union, not a club, not a society, not a guild. If we don't know we're a union, let me assure you that the employers and their labor-busting agency, the National Association of Broadcasters fight us as a union." <sup>1</sup> Reel outlined a five-point program designed to strengthen AFRA's position and hold its gains during a critical period. Reel's five-point program embraced: (1) organization; (2) merger; (3) publicity; (4) proposed tests of the unfair stations clause, and (5) use of political resources to combat Taft-Hartley. Merger was believed inextricably tied up with the fight against the Taft-Hartley law. Merger was also proposed as a desirable preliminary to the organization of the television field.

#### The Akron Case

Although the Taft-Hartley law has never been repealed some concessions have been won in the courts by the unions. A landmark decision was handed down by the Supreme Court of the United States on March 9, 1953 concerning "featherbedding" as prohibited by the Labor-Management Relations Act in the case of the National Labor Relations Board v. Gamble Enterprises, Inc. Although the case concerns the hiring of orchestras in theaters according to the demands of the American Federation of Musicians, its effects may extend to the radio-television field. For this reason it is included and reviewed.

The union had contended that when a traveling orchestra appeared on the stage of the theater where it had a contract, its musicians

---

<sup>1</sup> Ibid.

we realized that we are a union, not a club, not a society, not a guild.  
If we don't know we're a union, let us create you and let the employers  
and their labor-busting agents, the National Association of Broad-  
casters fight us as a union. We have published a five-point program  
designed to strengthen NAB's position and help its members during  
critical periods. Here's a five-point program suggested: (1) reorganization  
(2) merger; (3) publicity; (4) proposed merger of the entire station  
class, and (5) use of political resources to combat Telf-Hartley.  
Merger was believed inextricably tied up with the fight against the  
Telf-Hartley law. Merger was also proposed as a means of maintaining  
to the organization of the wireless industry.

The Akron Case

Although the Telf-Hartley law has never been repealed, some  
concessions have been won in the course of the union. A landmark  
decision was handed down by the Supreme Court of the United States on  
March 9, 1953 concerning "Federal Radio" as required by the Labor-  
Management Relations Act in the case of the National Labor Relations  
Board v. Radio Corporation, Inc. Although the case concerns the NLRB  
of orchestras in theater according to the demands of the American  
Federation of Musicians, its effects extend to the radio-broadcasting  
field. For this reason it is pointed out and reviewed.  
The union had contended that when a traveling orchestra appeared  
on the stage of the theater which is not a contract, the musicians

should appear on the same program to play overtures and incidental music. These demands were in accordance with the union's contract. The Gamble Enterprises Inc., the theater management, contended that the regular house orchestra was not needed and that the union's demands constituted "feather-bedding." In part the text of the decision is as follows:

The question here is whether a labor organization engages in an unfair labor practice, within the meaning of § 8 (b) (6) of the National Labor Relations Act, as amended by the Labor-Management Relations Act, 1947, when it insists that the management of one of an interstate chain of theaters shall employ a local orchestra to play in connection with certain programs, although that management does not need or want to employ that orchestra. For the reasons hereafter stated, we hold that it does not.<sup>1</sup>

Aside from the decision itself, the most encouraging aspect of the majority opinion for the musicians was the recognition of the unemployment problem confronting the professional performer. The Court said:

For generations professional musicians have faced a shortage in the local employment needed to yield them a livelihood. They have been confronted with the competition of military bands, traveling bands, foreign musicians on tour, local amateur organizations and more recently, technological developments in reproduction, and broadcasting. To help them conserve local sources of employment, they developed local protective societies. Since 1896, they also have organized and maintained on a national scale the American Federation of Musicians, affiliated with the American Federation of Labor. By 1943, practically all professional instrumental performers and conductors in the United States had joined the Federation, establishing a membership of over 200,000, with 10,000 more in Canada.

---

<sup>1</sup> Supreme Court of the United States, National Labor Relations Board v. Gamble Enterprises, Inc., No. 238, March 9, 1953.

should appear on the same program to play overtures and incidental music. These demands were in accordance with the union's contract. The Gashie Enterprises Inc., the theater management, contended that the regular house orchestra was not needed and that the union's demands constituted "leather-peddling." In part the text of the decision is as follows:

The question here is whether a labor organization engaged in an unfair labor practice, within the meaning of 8 (b) (5) of the National Labor Relations Act, as amended by the Labor-Management Relations Act, 1947, when it insists that the management of one of its interstate chain of theaters should employ a local orchestra to play in connection with certain musicals, although that management does not need or want to employ that orchestra. For the reasons stated, we hold that it does not.

Aside from the decision itself, the most noteworthy aspect of the majority opinion for the musician was the recognition of the employment problem confronting the professional musician. The Court said:

For generations professional musicians have faced a shortage in the local employment market to which they have turned. They have been confronted with the competition of military bands, travel agencies, foreign musicians on tour, local amateur organizations and more recently, technological developments in recording and broadcasting. To help ease some of these sources of employment, they developed local professional societies. Since 1895, they also have organized and maintained on a national scale the National Federation of Musicians, affiliated with the American Federation of Labor. By 1945, practically all professional instrumental performers and soloists in the United States had joined the Federation, constituting a membership of over 200,000, with 10,000 more in Canada.

The Federation uses its nationwide control of professional talent to help individual members and local unions.<sup>1</sup>

The crux of the Supreme Court's reasoning is set forth in the two final paragraphs of the opinion. The Court emphasizes the fact that the local "requested and consistently negotiated for actual employment in connection with traveling band and vaudeville appearances," and the local's proposal was made "in good faith, contemplating the performance of actual services."<sup>2</sup> The Court then holds that such a union demand is not unlawful and when received by the employer, must be handled by "free and fair negotiation."<sup>3</sup> In short, the Court held that demands for work (like demands for wages, hours, etc.) are still subject to the historic process of collective bargaining and not to the unilateral desire, or need or whim of the employer.

It is important to note the Court's corroboration of the AFM's repeated advice to its members that they must, to be within the law, genuinely seek and perform actual work. In addition to the language on that point already quoted, the Court said, "We are not dealing here with offers of mere 'token' or nominal services. The proposals before us were appropriately treated by the Board as offers in good faith of substantial performances by competent musicians. There is no reason

---

<sup>1</sup> Supreme Court of the United States, op. cit.

<sup>2</sup> Ibid.

<sup>3</sup> Ibid.

The Federation uses its nationwide control of professional talent to help individual members and local unions.

The crux of the Supreme Court's reasoning is set forth in the two final paragraphs of the opinion. The Court emphasizes the fact that the local "requested and consistently negotiated for actual employment in connection with traveling band and vendaville appearances," and the local's proposal was made "in good faith, contemplating the performance of actual services." The Court then holds that such a union demand is not unlawful and when received by the employer, must be handled by "free and fair negotiation." In short, the Court held that demands for work (like demands for wages, hours, etc.) are still subject to the historic process of collective bargaining and not to the unilateral desire, or need or whim of the employer.

It is important to note the Court's characterization of the local's requested advice to its members that they must, to be within the law, genuinely seek and perform actual work. In addition to the language on that point already quoted, the Court said, "we are not dealing here with offers of mere 'token' or nominal services. The proposals before us were appropriately treated by the Board as offers in good faith of substantial performance by competent musicians. There is no reason

---

1 Supreme Court of the United States, op. cit.  
 2 Ibid.  
 3 Ibid.

to think that sham can be substituted for substance..."<sup>1</sup> Under the Taft-Hartley law the difficult situation is an instance where the local has, in good faith, obtained a contract requiring the actual employment of musicians for, say, dramatic presentations and finds that the employer insists that the musicians receive pay without actually performing. Technically, since this is volunteered by the employer, there is no violation of law. But a local that accepts such a practice as a regular routine is inviting trouble. When the contract expires and the local seeks a new one the employer can then effectively claim that the local's demand for work is merely a sham and hence in violation of law. Thus in recent years the musicians have followed a wiser approach to the problem of "feather-bedding". In most cases they have demanded literal compliance with the language of their contracts, that is to demand actual performances. If employers resist, the locals consider the resistance a breach of contract and take appropriate measures.

#### Radio Stations in Interstate Commerce

Much of the wage and hour legislation beneficial to radio unions is dependent upon whether or not radio stations can be considered engaged in interstate commerce. The determination of this problem has been considered time and time again by the National Labor Relations Board. One of the more recent cases resolving this matter concerns station KHAS in Hastings, Nebraska. In a complaint before the NLRB

---

<sup>1</sup> Supreme Court of the United States, op. cit.

to think that aim can be substituted for...  
the fact that the difficulty of the situation is an insurance  
the local has, in good faith, obtained a contract requiring the  
actual employment of medicine for, say, dramatic presentations and  
finds that the employer insists that the medicine receive no other  
actually performing. Technically, since this is volunteered by the  
employer, there is no violation of law. But a local that accepts  
such a practice as a regular routine is inviting trouble. When the  
contract expires and the local seeks a new one the employer can then  
effectively claim that the local's demand for work is solely a claim  
and hence in violation of law. Thus in recent years the medians have  
followed a strict approach to the problem of "feather-bedding". In most  
cases they have demanded literal compliance with the language of their  
contracts, that is to demand actual performance. If employers resist,  
the locals consider the resistance a breach of contract and take appropriate  
private measures.

#### Radio Stations in Interstate Commerce

Each of the ways and how legislation beneficial to radio unions  
is dependent upon whether or not radio stations can be considered  
engaged in interstate commerce. The determination of this problem  
has been considered time and time again by the National Labor Relations  
Board. One of the more recent cases resolving this matter concerns  
station KHAS in Hastings, Nebraska. In a complaint before the NLRB



the station had contended that it was a local station and not engaged in interstate commerce.<sup>1</sup> The NLRB, however, ruled that eight percent of the station's broadcasting revenue came from national advertising accounts and rejected the contention of KHAS.<sup>2</sup> In the summer of 1949 the station was ordered to hold a collective bargaining election for its engineers and technicians.

#### Wages and Hours

Early in 1950 occurred the first revision in wage-hour rules by the Department of Labor since 1940. The revisions did not materially change the number of white-collar workers affected by the law. However, the regulations exempted from overtime pay all radio employees functioning as "masters of ceremonies; playing dramatic, comedy or straight parts in a program; interviewing; conducting farm, fashion and home economics programs; covering public events such as sports programs in which the announcers may be required to 'ad lib' and describe changing events; and acting as narrators and commentators."<sup>3</sup>

Furthermore the new revision required that an employee receive at least \$75 a week before being eligible for classification as exempt, compared to the former \$200 per month salary. In its report the Labor Department noted:

The determination of the exempt or nonexempt status of radio announcers as professional employees has been

---

<sup>1</sup> Billboard, Aug. 27, 1949, p. 43

<sup>2</sup> Ibid.

<sup>3</sup> Broadcasting, March 4, 1950, p. 19

the station had contended that it was a local station and not engaged in interstate commerce. <sup>1</sup> The NLRB, however, ruled that eight percent of the station's broadcasting revenue came from national advertising accounts and rejected the contention of NLRB. <sup>2</sup> In the summer of 1939 the station was ordered to hold a collective bargaining election for its engineers and technicians.

Wages and Hours

Early in 1950 occurred the first revision in wage-hour rates by the Department of Labor since 1940. The revision did not materially change the number of white-collar workers affected by the law, however, the regulations exempted from overtime pay all radio engineers functioning as "masters of ceremonies; playing dramatic comedy or straight parts in a program; interviewing; conducting game, fiction and non-economic programs; covering public events such as sports programs in which the announcer may be required to 'ad lib' and describe changing events; and acting as narrators and commentators."

Furthermore the new revision required that an employee receive at least \$75 a week before being eligible for classification as exempt, compared to the former \$500 per month salary. In its report the Labor

Department noted:

The determination of the exempt or nonexempt status of radio announcers as professional employees has been

- 
- 1 Hilbard, Aug. 27, 1938, p. 43
  - 2 Ibid.
  - 3 Broadcasting, March 4, 1950, p. 12

relatively difficult because the radio broadcasting industry is comparatively new in the field of entertainment and because of the merging of the artistic aspects of the job with the commercial. The problem has been complicated also by the novel system of payment for work performed by the radio announcers. This is the "talent fee" basis of pay under which sponsors of radio programs pay special fees for the services of announcers whose special announcing talents they particularly desire. . . .

Work such as giving station identification and time signals, announcing the names of programs, and similar routine work is nonexempt work. In the field of radio entertainment as in other fields of artistic endeavor, the status of an employee as a bona fide professional under the regulations is in large part dependent upon whether his duties are original and creative in character, and whether they require invention, imagination or talent. . . .

It is apparent that there is considerable variation in the type of work performed by various radio announcers, ranging from predominantly routine to predominantly exempt work. . . .

The wide variation in earnings as between individual radio announcers, from the highly paid "name announcer" on a national network who is greatly in demand by sponsors to the staff announcers paid a comparatively small salary in a small station, indicates not only great differences in personality, voice and manner, but also, in some inherent special ability or talent which, while extremely difficult to define is nevertheless real. The determination of whether a particular announcer is exempt as a professional employee must be based upon his individual duties and the amount of exempt and nonexempt work performed as well as his special compensation.<sup>1</sup>

#### The Talent Fee

The "talent fee" system as mentioned in the above report is probably one of the greatest arguments for unionization of the radio field.

---

<sup>1</sup> Broadcasting, March 4, 1950, p. 19

relatively difficult because the radio broadcasting industry is comparatively new in the field of entertainment and because in the majority of the radio aspects of the job with the commercial. The problem has been complicated also by the novel system of payment for work performed by the radio announcer. This is the "talent fee" part of pay which is a percentage of radio programs pay special fees for the services of announcers whose special announcing talents are particularly desirable.

Work such as giving station identification and time signals, announcing the names of programs, and similar routine work is necessary work. In the field of radio entertainment as in other fields of artistic endeavor, the status of an employee as a bona fide professional under the regulations is in large part dependent upon whether his duties are original and creative in character, and whether they require a special talent or talent.

It is apparent that there is considerable variation in the type of work performed by various radio announcers ranging from predominantly routine to predominantly exact work.

The wide variation in earnings as between individual radio announcers, from the "highly paid" radio announcer on a national network who is greatly in demand by sponsors to the staff announcer who is comparatively well paid in a small station, indicates not only great differences in versatility, voice and manner, but also, in some instances, special ability or talent which, while extremely difficult to define in general, less well. The determination of whether a particular announcer is exempt as a professional employee must be based upon his individual talents and the amount of exact and nonexact work he performs as well as his special capabilities.

### The Talent Fee

The "talent fee" system as mentioned in the above report is possibly one of the greatest arguments for uniformization of the radio field.

The "talent Fee" system is used both by union and non-union radio stations. When an advertising client requests the services of a particular announcer or performer a "talent fee" or additional compensation for the special services are written into the sponsor's contract. These fees are presumably paid to the announcer in addition to his salary as a member of the station staff. In practice, however, it has been known for stations to collect these fees and to retain them. Most radio employees are under forty-hour week legislation--any additional work comes under the heading of overtime. In the case of "talent fees" employers who already have collected the fees in contracts with sponsors sometimes offer the employees the privilege of "over-time" as payment. Whether or not these hours of over-time are actually worked is questionable. The case is not limited to announcers; a musician who is working on the station staff doing other work besides music may be offered "over-time privileges." If such a musician belongs to the union, he is automatically in trouble with the union if he accepts such overtime. In the case of announcers "talent fee" could very well be regulated by local union rules. The problem actually concerns the amount of commercial announcements an announcer is obligated to perform as a staff announcer during his forty-hour week. If the station collects special fees for a special announcer it would appear that in justice they would be required to pay these fees to the announcer requested. Where AFRA has jurisdiction this question is solved more fairly by union regulation.

The "Lafayette" is a station in the...  
and in covering...  
particular...  
action for the...  
These fees are...  
salary as a member of the...  
has been known for...  
most radio...  
work...  
employees who...  
sometimes...  
whether or not...  
able. The case...  
on the station...  
"over-time...  
is automatically...  
in the case of...  
local union...  
that...  
announced...  
fees for a...  
would be...  
APRA has...  
regulation.

### Level of Salaries in Radio

From the Bureau of Labor Statistics report entitled "Employment and Earnings of Radio Artists: Report No. Three--Total Earnings--1947" the following significant statistics concerning employment in radio broadcasting: For 1947 the median earnings of radio actors were \$4,000. Singers earned \$4,800. The report stated that radio actors were often unemployed despite the fact that 1947 was a year of high employment. One fifth of the actors counted in the report were unemployed during half or more of 1947. Median total earnings of this particular group were \$1,300. The foregoing figures were based upon the following cities: Chicago, Los Angeles, New York, San Francisco, Boston, Detroit, Seattle, Cincinnati, Minneapolis, Pittsburgh, St. Louis, Portland (Oregon), Washington, Cleveland, and Kansas City. In the small centers of population over the country, staff announcers of radio stations had gross median earnings from all sources of \$4,700. Free-lance announcers had a median salary of \$9,600, and sound effects artists a median of \$5,200. The American Federation of Radio Artists cooperated with the Labor Department's Bureau of Labor Statistics in the preparation of the report.<sup>1</sup>

Employment in the broadcasting industry totalled 39,572 full-time employees October 18, 1948, an approximate 17% increase over October, 1947. The Federal Communications Commission reported the figures of four national networks, three regional networks, and 1,613 AM

---

<sup>1</sup> Broadcasting, July 18, 1949, p. 23

Level of Salaries in Radio

From the Bureau of Labor Statistics report entitled "Employment

and Earnings of Radio Artists: Report No. Three--Total Earnings--1947"

the following significant statistics concerning employment in radio

broadcasting: For 1947 the median earnings of radio actors were

\$4,000. Singers earned \$3,800. The report stated that radio actors

were often unemployed despite the fact that 1947 was a year of high

employment. One fifth of the actors counted in the report were

unemployed during half or more of 1947. Median total earnings of this

particular group were \$1,300. The foregoing figures were based upon

the following cities: Chicago, Los Angeles, New York, San Francisco,

Boston, Detroit, Seattle, Cincinnati, Minneapolis, Pittsburgh, St.

Louis, Portland (Oregon), Washington, Cleveland, and Kansas City. In

the small centers of population over the country, staff announcers or

radio stations had gross median earnings from all sources of \$4,000.

Free-lance announcers had a median salary of \$9,000, and sound effects

artists a median of \$5,500. The American Federation of Radio Artists

cooperated with the Labor Department's Bureau of Labor Statistics in

the preparation of the report.<sup>1</sup>

Employment in the broadcasting industry totaled 37,572 full-

time employees October 15, 1946, an approximate 17% increase over

October, 1945. The Federal Communications Commission reported the

figures of four national networks, three regional networks, and 1,013 AM

<sup>1</sup> Broadcasting, July 16, 1947, p. 23



stations. Aggregate weekly payrolls rose about 20% during the year, rising from \$2,508,000 in October 1947 to \$3,003,111 in October, 1948. Average weekly pay in the network and key stations was \$92.44 compared to a \$64.81 average in the 1,602 other unaffiliated stations. In addition total part-time employees numbered 8,777 during the sample week, with a total compensation of \$442,486. About half of the reporting stations had fifteen or more employees, accounting for \$2,546,725 of the total weekly payroll. The remaining 809 stations with fewer than fifteen employees had a weekly payroll of \$456,385. Total employees in stations with less than fifteen workers was 7,956 including part-time employees; total employment in the 804 outlets with more than fifteen employees was 38,676 including part-time employees.<sup>1</sup>

Staff radio station script writers drew the lowest salaries during a sample week in October, 1947 as reported by the Federal Communications Commission. Average salary for a staff writer for the four major networks, three regional networks, and 716 independent stations was approximately \$53 for the week ended October 11, 1947. Production workers headed the list with an average salary of \$97. Musicians were a close second with an average wage of \$96. Sound effects men drew an average of \$83 with news personnel averaging \$77 and announcers \$68.<sup>2</sup>

---

<sup>1</sup> Broadcasting, July 18, 1949, p. 24

<sup>2</sup> Billboard, Nov. 6, 1948, p. 5

stations. Aggregate weekly payroll rose about 20% during the year, rising from \$2,500,000 in October 1947 to \$3,000,000 in December, 1948. Average weekly pay in the network and key stations was \$24.12 compared to a \$24.81 average in the 1,647 other unaffiliated stations. In addition total part-time employees numbered 8,777 during the average week, with a total compensation of \$242,440. Most part of the network stations had fifteen or more employees, accounting for 22,500, 75% of the total weekly payroll. The remaining 20% stations with fewer than fifteen employees had a weekly payroll of \$400,000. Total employees in stations with less than fifteen employees was 7,750 including part-time employees; total employment in the US and Canada was 22,500. Total employees was 30,070 including part-time employees.

Staff radio stations carry within the lowest salaries during a week's work in October, 1947 as reported by the Federal Communications Commission. Average salaries for a week's work for the four major networks, three regional networks, and VTA Group stations was approximately \$23 for the week ended October 1, 1947. Production workers headed the list with an average salary of \$27. Maintainers were a close second with an average wage of \$25. . . . Sound effects men drew an average of \$23 with news personnel averaging \$21 and announcers \$20.<sup>2</sup>

---

1 Broadcasting, July 17, 1949, p. 21.  
 2 Billboard, Nov. 20, 1948, p. 8.

A year later the Federal Communications Commission made another survey of radio salaries and in this report staff musicians made the best salaries and staff writers were still receiving the least remuneration. The survey covered salaries paid full-time employees of 804 stations and four networks for a sample week in October, 1948. During that week musicians earned an average of \$106; staff announcers averaged \$74; staff singers, \$70; staff sound effects men, \$90; staff newsmen, \$85, and staff writers, \$52.<sup>1</sup>

The rank and file of the radio broadcasting industry by and large do not share in the fabulous income brackets reported by the press when income tax time rolls around. "There is neither justice nor wisdom in permitting lucky insiders to make from \$50,000 up per year, while 80% of the American Federation of Radio Artists' members earn less than \$2,000", Oliver B. Capelle, sales promotion manager of Miles Laboratories, once told the Chicago Radio Management Club. Mr. Capelle deplored the casting of favored artists on more than one show while equally-talented actors are deprived of a livelihood by "closed corporation methods of selection." According to Mr. Capelle, "This not only contributes to the high cost of radio but causes unfavorable listener reaction." This gentleman hoped for a lowering of talent costs by spreading the work instead of paying premium fees to a few radio actors.<sup>2</sup>

---

<sup>1</sup> Billboard, July 23, 1949, p. 11

<sup>2</sup> Broadcasting, May 24, 1948, p. 8

A year later the Federal Communications Commission made another survey of radio salaries and in this report staff musicians made the best salaries and staff writers were still receiving the least remuneration. The survey covered salaries paid full-time employees of 838 stations and four networks for a sample week in October, 1938. During that week musicians earned an average of \$100; staff announcers averaged \$74; staff singers, \$70; staff sound effects men, \$60; staff newsmen, \$52, and staff writers, \$52.<sup>1</sup>

The rank and file of the radio broadcasting industry by and large do not share in the fabulous income brackets reported by the press when income tax time rolls around. "There is neither justice nor wisdom in permitting lucky numbers to make from \$25,000 up per year, while 80% of the American Federation of Radio Artists' members earn less than \$2,000", Oliver B. Capelle, sales promotion manager of Miles Laboratories, once told the Chicago Radio Management Club. Mr. Capelle deplored the casting of favored artists on more than one show while equally-talented actors are deprived of a livelihood by "closed corporation methods of selection." According to Mr. Capelle, "this not only contributes to the high cost of radio but causes unfavorable financial reaction." This gentleman hoped for a lowering of talent costs by spreading the work instead of paying premium fees to a few radio

actors.

---

<sup>1</sup> Broadcasting, July 23, 1939, p. 11  
<sup>2</sup> Broadcasting, May 26, 1938, p. 8

### Early Television Salaries

If the general level of salaries in radio broadcasting were somewhat low, the salaries of television performers proved to be even lower in the early days of the industry.

In 1949 performers on television, except those sponsored by large companies, were being paid fees which barely met the minimum wage standards of the government. While the talent unions were trying to settle their jurisdictional problems the need for protection of the individual performer was becoming increasingly apparent. It was reported that many actors and vaudeville acts on the DuMont network and on WPIX were working for \$4, \$5, \$8, or \$10 a show or any scale the stations were willing to offer.<sup>1</sup> Many actors felt that if they could break into the medium they would have a later advantage over their competitors. In some cases actors worked twenty to forty hours, most of which was rehearsal time, for \$20 to \$40.<sup>2</sup> At the Columbia Broadcasting System stations wage rates were higher. When "The Goldbergs" was being auditioned the fee for the half-hour program for most of the actors was \$40, which included eighteen hours of rehearsal time. The wage rates paid for the kinescoping of "Suspense" were similar.

On sponsored shows actors were receiving higher wages. "Ford Theater" and the Philco show paid the best wages. Both shows offered about \$250 for leading parts and as low as \$75 for walk-ons.<sup>3</sup> Even

---

<sup>1</sup> Billboard, Feb. 12, 1949, p. 10

<sup>2</sup> Ibid.

<sup>3</sup> Ibid.

Early Television Stakes

If the general level of stakes in radio broadcasting was somewhat low, the stakes in television were known to be even lower in the early days of the industry.

In 1949 performance on television, except where sponsored by large companies, were being paid less than they were in radio. The standards of the government, while the same, were being used to settle their jurisdictional problems. The need for protection of the individual performer was becoming increasingly apparent. It was reported that many actors and actresses were on the radio network and on WFL were working for \$1,000, \$2,000, or \$3,000 a week. The stations were willing to offer \$5,000 a week to actors who could break into the medium. They would have a later guarantee over their competitors. In some cases actors earned twenty to forty hours most of which was rehearsal time, for \$10,000 to \$15,000 a week. Broadcasting System stations were rated as higher. When the industry was being reformed the fee for the television performer for part of the actors was \$10, which included rehearsal time at several times the wage rates paid for the same type of "rehearsal" work in radio.

On sponsored shows actors were receiving higher wages. "The Theater" and the "Billie" show paid the best wages. Both showed about \$250 for leading parts and \$100 for walk-ons. Some

- 
- 1 Billboard, Feb. 12, 1949, p. 10.
  - 2 Ibid.
  - 3 Ibid.

though it appeared that the actors on these shows were well paid, when rehearsal time was considered, the salaries were not so high. It was claimed that one "Ford Theater" program had 140 hours of rehearsal.<sup>1</sup> Most dramatic shows averaged between 20 to 40 hours of rehearsal time. There was also an added 20 hours of studying parts before rehearsals started. The requirements of rehearsal time in television excluded the possibility of an actor working at any other job.

The pay for commercial television spot announcements was an area of concern for announcers. Fees for one and two-minute spots in the lower paid brackets ranged around ten dollars. These spots on the average required about an hour to produce, and they were expected to be televised indefinitely. Another complaint of radio announcers was that they were asked by networks to double on television without extra pay.<sup>2</sup>

The actors were not in position to bargain with regard to filmed repeat telecasts. On the management side a pact one actor made with CBS stated, "we shall have the right without any additional compensation to you to make recordings and/or motion picture film by any method of the programs broadcast. Without additional compensation to you, we may broadcast and license to be broadcast and/or exhibit in the media the recordings and/or film."<sup>3</sup> The agreement further provided that the

---

<sup>1</sup> Billboard, Feb. 12, 1949, p. 10

<sup>2</sup> Ibid.

<sup>3</sup> Ibid.

though it appeared that the actors on these shows were well paid, when rehearsal time was considered, the salaries were not so high. It was claimed that one "Good Teacher" program had 500 hours of rehearsal. Most dramatic shows averaged between 15 to 20 hours of rehearsal time. There was also an added 10 hours of reading parts and the rehearsals started. The requirements of rehearsal time in television exceeded the possibility of an actor working at any other job. The pay for commercial television spot announcements was an area of concern for announcers. The pay for the spot announcements was the lower paid announcer's wage and not the higher. These rates on the average required about an hour of rehearsal, and they were expected to be rehearsed in the same manner. Another complaint of radio announcers was that they were asked by networks to obtain an additional rehearsal extra pay.

The actors were not in position to bargain with regard to their repeat telecasts. On the contrary, it is a fact that actors with CBS stated, "we shall have the right without any additional compensation to you to make recordings and/or motion pictures. This is a part of the program process. Without additional compensation to you, we may broadcast our license to be broadcast and/or exhibit in the media the recordings and/or film." The agreement further provided that the

- 
- 1 Hillborn, Feb. 12, 1954, p. 10
  - 2 Id.
  - 3 Id.



actor should render his best services at rehearsals without additional charges. There was no mention of limitation of rehearsal time.<sup>1</sup>

---

<sup>1</sup> Ibid.

before should render the best service at reasonable without additional

charges. There was no mention of limitation of liability time.

FEDERAL BUREAU OF INVESTIGATION  
UNITED STATES DEPARTMENT OF JUSTICE  
WASHINGTON, D. C.

John

## CHAPTER V

### RADIO UNIONS AND THE NATIONAL ASSOCIATION OF BROADCASTERS

As with every controversial question discussed in a free, democratic society there are two sides to the problem of unionism in radio broadcasting. The National Association of Broadcasters is a trade association which counts most of the radio stations in this country in its membership. On issues of major policy it is largely dominated by the big networks. At first glance it appears that the NAB is the exact counterpart of unions in the industry. For example the NAB led the fight against Petrillo and AFM's record ban. Many of the criticisms leveled against the labor organizations of the radio industry might well be applied to the employers' association, The National Association of Broadcasters. However, the NAB has largely limited its influence in matters of policy to that of an advisory organization for the industry much like the National Association of Manufacturers or the United States Chamber of Commerce. At any rate to examine the broadcasting labor problem it is profitable to examine the point of view of management as expressed by the National Association of Broadcasters.

The charge that the American Federation of Musicians is undemocratic has been repeated over and over again. As an interesting sidelight James C. Petrillo was once invited to the annual dinner of the Radio Pioneers' Club in New York. The Radio Pioneers' Club is an affiliate of the NAB. During the course of the dinner Mr. Petrillo gave a long-remembered ad lib speech. Commenting on the election of

RADIO UNIONS AND THE NATIONAL ASSOCIATION OF BROADCASTERS

As with every controversial question discussed in a free democratic society there are two sides to the problem in connection with radio broadcasting. The National Association of Broadcasters is a trade association which counts most of the radio stations in this country in its membership. On issues of major policy it is largely dominated by the big networks. At first glance it appears that the NAB is the exact counterpart of unions in the industry. For example, it has led the fight against certain NLRB rulings and has been a vocal critic of the labor law. It has also been a vocal critic of the NLRB's position on the "right to work" question. The NAB might well be applied to the same "right to work" question. The NAB's Association of Broadcasters, however, the NAB has largely limited its influence in matters of policy to that of an advisory organization for the industry such like the National Association of Manufacturers or the United States Chamber of Commerce. It has also to examine the broadcasting labor problem as to whether it is profitable to examine the point of view of management as expressed by the National Association of Broadcasters.

The charge that the NAB's position is not a matter of principle has been repeated over and over again. It is interesting to note that James C. Fawcett was once invited to the annual dinner of the Radio Promoters' Club in New York. The Radio Promoters' Club is an affiliate of the NAB. During the course of the dinner Mr. Fawcett gave a long-remembered address in which he stated:

Edgar Kobak, Mutual Broadcasting System president, as the new Pioneers president, Petrillo declared, "I've been investigated for more years than anybody in the U. S., but if I pulled an election like that, I'd be investigated for twenty years." Mr. Kobak had been "elected" president of the employers' organization by way of a voice vote without any call for contrary votes.<sup>1</sup>

At the annual convention of the NAB there is usually a round-table or a seminar to discuss the labor problem in the industry. Very often representatives of the various labor organizations are invited to express their views. At the 1948 convention following the trace of the recording agreements with the AFM a round table panel of the NAB discussed the problem, "Unscrambling the Labor Jig-Saw Puzzle." Three points were stressed:

1. Labor relations can be good public relations.
2. The "talent fee" system was condemned as "pay within pay."
3. Support for joint negotiation of union contracts was recommended.<sup>2</sup>

Participants were also urged to take advantage of principles established in the negotiations between the networks and the American Federation of Musicians. Richard P. Doherty, director of the NAB Employee-Employer Relations Department, conducted the panel. In a speech Mr. Doherty said, "The broadcasting industry has reached the point where it is imperative

---

<sup>1</sup> Billboard, April 10, 1950, p. 8

<sup>2</sup> Broadcasting, May 24, 1948, p. 20

Edgar Kook, National Broadcasting System president, as the new president  
 president, Kook decided, "I've been investigated for more years  
 than anybody in the U. S., but I'll pull an election like that, I'll  
 be investigated for twenty years." Mr. Kook had been "elected"  
 president of the employers' organization by way of a voice vote without any  
 call for contrary votes.<sup>1</sup>

At the annual convention of the NAB there is usually a round-  
 table or a seminar to discuss the labor problem in the industry.  
 Very often representatives of the various labor organizations are  
 invited to express their views. At the 1948 convention following the  
 close of the negotiating agreements with the AFA a round table panel of  
 the NAB discussed the problem, "Unraveling the labor-Management  
 These points were stressed:

1. Labor relations can be good public relations.
2. The "plant fee" system was condemned as "pay  
 within pay."
3. Support for joint negotiation of union contracts  
 was recommended.<sup>2</sup>

Participants were also urged to take advantage of principles established  
 in the negotiations between the networks and the American Federation of  
 Broadcasters. Richard F. Doherty, director of the NAB employee-employer  
 relations department, conducted the panel. In a speech Mr. Doherty said,  
 "The broadcasting industry has reached the point where it is imperative

---

<sup>1</sup> Broadcasting, April 10, 1948, p. 8  
<sup>2</sup> Broadcasting, May 24, 1948, p. 20

that station management devote its primary attention to labor costs and to raising the volume of local radio advertising."<sup>1</sup>

At the discussion Arthur F. Harre, general manager of WJJD, Chicago, thought that payment of talent fees was a "vicious principle which adds immensely to overhead."<sup>2</sup> Mr. Doherty, moderator of the panel discussion, outlined a proposed growth of the "talent fee" systems." He regarded the payment of talent fees a threat to the television industry and said that it must be fought "to the last ditch".<sup>3</sup> On the other hand Mr. Doherty gave a more positive approach to reducing the labor cost ratio through increased revenues. Mr. Doherty said high advertising rates are feasible in "not a few cases" if, "(1) the station is doing a good job of programming; (b) the station is selling programs to the sponsors who are able to use radio to the best advantage; (3) the station has an aggressive and successful sales campaign."<sup>4</sup> Mr. Doherty also suggested a comparison of costs and cost ratios with averages for the industry as compiled by the FCC. He recommended that employment standards be made selective according to job requirements and the overlapping of jobs and "make-work" positions be eliminated. Mr. Harre contributed the idea of having all broadcasters in a given community negotiate jointly on union contracts. Mr. Harre's method of dealing with unions would tend to keep stations in a certain area on the "same labor status quo."

---

<sup>1</sup> Broadcasting, May 24, 1948, p. 20

<sup>2</sup> Ibid.

<sup>3</sup> Ibid.

<sup>4</sup> Ibid.

that station management never... to labor...  
 to reduce the volume of...  
 At the discussion...  
 Chicago, though...  
 which adds immensely to...  
 panel discussion...  
 systems...  
 television industry...  
 On the other hand...  
 the labor cost...  
 high advertising...  
 station is doing a...  
 program to the...  
 (3) the station...  
 Doherty also...  
 for the industry...  
 standards to...  
 laying of jobs...  
 contributed the...  
 negotiators...  
 with unions...  
 labor...

- 
- 1. [illegible]
  - 2. [illegible]
  - 3. [illegible]
  - 4. [illegible]



From the foregoing reports on the attitude of the NAB towards labor it would appear that labor relations is good public relations if the NAB benefits. Or to paraphrase a current popular slogan, "what's good for the NAB is good for the unions." Credit must be given to the organization for wanting to meet labor costs by increasing revenues instead of cutting the labor supply. The support for joint negotiation of union contracts would appear to be strengthening the bargaining power of employers. Perhaps the preoccupation with labor costs had little to do with the ability of the broadcasters to meet these costs. According to a report released by the National Association of Broadcasters three-fourths of NAB member stations showed a profit during 1948.<sup>1</sup> Ratio of operating expenses to station revenue was 82% in 1948, rising from 79% in 1947 and 73.5% in 1946. In the report Richard P. Doherty, NAB Employee-employer relations director, who analyzed the figures, said that station profits on sale of time, before taxes, dwindled from 26.5% of station revenue in 1946 to 21% in 1947 and 18% in 1948. Since federal excess profit taxes run 38% in the case of high-income stations, the foregoing figures do not represent actual profit to station operators. According to this NAB study the largest single cost item in all classes of stations consisted of wages and salaries. About half (47.36%) of the average outlet's income dollar was paid out to staff and administrative personnel among all types of stations, adding up to 58% of total operating expenses.<sup>2</sup>

---

<sup>1</sup> Broadcasting, Aug. 17, 1949, p.2

<sup>2</sup> Ibid.

From the foregoing reports on the attitude of the NAB towards labor it would appear that labor relations is good public relations if the NAB benefits. Or to paraphrase a current popular slogan, "what's good for the NAB is good for the unions." Credit must be given to the organization for wanting to meet labor costs by increasing revenues instead of cutting the labor supply. The support for joint regulation of union contracts would appear to be strengthening the bargaining power of employers. Perhaps the preoccupation with labor costs had little to do with the ability of the producers to meet these costs. According to a report released by the National Association of Broadcasters three-fourths of NAB member stations showed a profit during 1946.<sup>1</sup> Ratio of operating expenses to station revenue was 82% in 1946, rising from 72% in 1945 and 73.2% in 1946. In the report Richard P. Doherty, NAB employee-employer relations director, who analyzed the figures, said that station profits on sale of time, before taxes, declined from 26.5% of station revenue in 1946 to 21% in 1947 and 18% in 1948. Since federal excess profit taxes ran 30% in the case of high-income stations, the foregoing figures do not represent net profit to station operators. According to this NAB study the largest single cost item in all classes of stations consisted of wages and salaries. About half (47.3%) of the average outlet's income dollar was paid out to staff and administrative personnel among all types of stations, adding up to 54% of total operating expenses.<sup>2</sup>

<sup>1</sup> Broadcasting, Aug. 17, 1949, p. 2.

<sup>2</sup> Ibid.

The year 1948 was indeed "not a bad year" for radio broadcasting. When the Columbia Broadcasting System filed its annual report with the Securities Exchange Commission, it was revealed that Arthur Godfrey, comedian, was the top wage earner of the network.<sup>1</sup> Lowell Thomas, news commentator, was the top "independent contractor" in CBS. On the regular network payroll, Mr. Godfrey received \$258,450.00 for his services during 1948. This sum did not include payments to Arthur Godfrey Productions which received \$124,623.93 for "program services". The CBS subsidiary, Columbia Records paid Arthur Godfrey Productions \$58,440.72 for sale of records. Lowell Thomas received \$402,300 for "program services." Frank Stanton, president of CBS, received \$109,798.80, a sum which included a \$39,702.50 bonus.<sup>2</sup>

William S. Paley, chairman of the CBS board, was listed as the only person owning more than ten percent of the CBS stock. At the time of the report he owned 223,500 shares of 29.45% of Class B, \$2.50 par value stock. Also in his portfolio was 9.23% of the Class A, \$2.50 par value stock. Payments made to him were not indicated in the report.<sup>3</sup>

Thirteen directors of CBS, of which Mr. Paley is one, received \$372,980.46 during the year plus \$46,835.24 in pension payments and \$931.59 in group life insurance payments. Included in the directors payments was Mr. Stanton's remuneration. Twenty officers, who were not

---

1 Broadcasting, May 9, 1949

2 Ibid.

3 Ibid.

The year 1918 was indeed "not a bad year" for radio broadcasting.

When the Columbia Broadcasting System filed its annual report with the

Securities Exchange Commission, it was revealed that Arthur Godfrey,

commentator, was the top wage earner of the network. Lowell Thomas,

news commentator, was the top "independent contractor" in CBS. On the

regular network payroll, Mr. Godfrey received \$258,150.00 for his

services during 1918. This sum did not include payments to Arthur

Godfrey Productions which received \$15,623.93 for "program services".

The CBS subsidiary, Columbia Records paid Arthur Godfrey Productions

\$58,150.75 for sale of records. Lowell Thomas received \$102,300 for

"program services". Frank Stanton, president of CBS, received \$11,750.00,

a sum which included a \$9,702.50 bonus.<sup>5</sup>

William S. Paley, chairman of the CBS board, was listed as the

only person owning more than ten percent of the CBS stock. At the

time of the report he owned 223,500 shares of 25.00 of Class B,

\$2.50 par value stock. Also in his portfolio was 9,232 of the Class A,

\$2.50 par value stock. Payments made to him were not indicated in the

report.<sup>6</sup>

Thirteen directors of CBS, of which Mr. Paley is one, received

\$372,980.46 during the year plus \$15,832.24 in pension payments and

\$931.29 in group life insurance payments. Included in the directors

payments was Mr. Stanton's remuneration. Twenty officers, who were not

1 Broadcasting, May 2, 1919

2 Ibid.

3 Ibid.

directors, received \$561,516.41. Pension plans for them accounted for \$61,058.34 while group life insurance payments totaled \$2,823.01. Fifty-six employees received more than \$20,000 during the year. The total for this group was \$2,293,904.75. Pension payments for them were \$37,152.44 while group life insurance payments were \$3,786.60. Executives, however, were not the main beneficiaries. The majority of the fifty-six employees who divided up the \$2,293,904.75 were radio artists, the report said.<sup>1</sup>

According to the Securities Exchange Commission report, the Columbia Broadcasting System's methods of depreciation and amortization included writing off television equipment over an eight-year period; and its long wave equipment over a ten year span. The subject of talent contracts, program rights, scripts, etc. was also mentioned in the report. Amortization was on the basis of their useful lives at rates of ten to twenty percent per annum.<sup>2</sup>

Because of the inroads of television the employment picture in radio broadcasting began to change in 1949. In the early part of May, 1949, some sixty employees of NBC were caught in a lay-off. This reduction was in line with the network's plan to cut operating overhead by one million dollars.<sup>2</sup> Before the discharges, NBC had 2,667 on its payroll. Geographical distribution of these employees was as follows:

---

<sup>1</sup> Broadcasting, May 9, 1949.

<sup>2</sup> Ibid.

directors, received \$61,310.11. Pension plans for these directors for  
\$61,050.30 while group life insurance payments totaled \$2,923.01.  
Fifty-six employees received more than \$1,000 during the year. The  
total for this group was \$2,283,201.75. Pension payments for them  
were \$37,125.41 while group life insurance payments were \$3,760.00.  
Executives, however, were not the main beneficiaries. The majority  
of the fifty-six employees who divided up the \$2,283,201.75 were  
radio artists, the report said.<sup>1</sup>

According to the Securities Exchange Commission report, the  
Columbia Broadcasting System's methods of depreciation and amortization  
included writing off television equipment over an eight-year period,  
and its long wave equipment over a ten year span. The subject of labor  
contracts, program rights, royalties, etc. was also mentioned in the  
report. Amortization was on the basis of the straight line method of  
of ten to twenty percent per annum.<sup>2</sup>

Because of the increase of radio in the employment picture  
in radio broadcasting began to change in 1949. In the early part of  
May, 1949, some sixty employees of the network were laid off.  
This reduction was in line with the network's plan to cut operating  
overhead by one million dollars. Before the discharge, NBC had  
\$2,000 on its payroll. Geographical distribution of these employees  
was as follows:

- 
- 1 Broadcasting, May 2, 1949.
  - 2 Idib.

New York (including foreign service) 1,678; Washington, 143; Cleveland, 122; Chicago, 332; Denver, 64; San Francisco, 145; and Hollywood, 283. The heaviest blow of the aforementioned employment cut fell in Chicago where approximately ten percent of the staff was discharged. Other staff discharges occurred in Washington, Cleveland, and San Francisco. A majority of the employees relieved were apparently in the lower grades--clerks, typist, receptionists, etc. In Chicago employees in higher levels of employment were involved. Cost of television was one of the reasons given for the cuts in Chicago.

The NBC economy drive resulted from statements made by Brig. General David Sarnoff, chairman of the board for RCA, to stockholders. General Sarnoff indicated that he expected 1949 to be a difficult year for the radio industry. Revenue for NBC in 1948 was \$70,949,218.00, a \$5,259,217. increase over 1947<sup>1</sup>. Booz, Allen and Hamilton, management consultant firm who advised the one million dollar economy cut, was paid \$147,651.38 during 1948 by RCA. NBC is a wholly-owned subsidiary of RCA.

The fact that radio networks were faced with losses in revenue by 1949 is not without foundation. In the spring of 1949 the U. S. Bureau of Labor Statistics recognized this problem in a report to the Veterans Administration on the future of employment in radio. The report said in part:

---

<sup>1</sup> Broadcasting, May 9, 1949

New York (including foreign travel) 1947; Washington, 1948;  
Cleveland, 1949; Chicago, 1950; New York, 1951; San Francisco, 1952;  
and Hollywood, 1953. The highest level of the above-named experience  
and fall in Chicago were approximately 75 percent of the total and  
discharged. Other staff discharges occurred in Washington, Cleveland,  
and San Francisco. A majority of the employees referred were reported  
in the lower grades - clerks, typists, stenographers, etc. in Chicago  
employees in higher levels of employment were involved. Total  
relaxation was one of the reasons given for the case in Chicago.  
The fact remains that the Chicago situation was of such  
General level of activity, which is the basis for the above-mentioned  
general cannot be stated that the experience was a difficult  
year for the radio industry. Revenue for 1948 was \$10,000,000  
a 25% increase over 1947. Most of this increase was due to  
and consultant firm who advised the one million dollar company was  
was paid \$10,000,000 during 1948 by RCA. RCA is a wholly-owned sub-  
sidiary of RCA.

The fact that radio networks were faced with loss of revenue  
by 1949 is not without foundation. In the spring of 1949 the U.S.  
Bureau of Labor Statistics recognized that there was a report to the  
Veterans Administration on the status of employment in radio. The  
report said in part:



The development of television has not yet gone far enough to indicate how severe its impact on AM and FM broadcasting will be, but the likelihood is that there will be a long-run downward trend both in staff employment and in the amount of work for freelance artists at AM and FM stations.

Taking all occupations together, the total number of people employed in telecasting is extremely small to date. The number of workers needed will increase as more stations reach the air. But not for many years, if ever, is employment at TV stations likely to reach the present employment level at sound broadcasting stations.<sup>1</sup>

The report from which the above is taken is from an occupational study by the Bureau of Labor Statistics. Apparently many broadcasters felt that the study was a biased picture of talent employment in the industry. The BLS study gave radio a dismal employment aspect due to the fact that many singers and actors were unemployed. No differentiation was made between staff and free-lance talent. Some critics pointed out that the results of the report seemed to assume that all AFRA members were qualified to work in radio; however, prior experience was not required for union membership in AFRA.

According to the report at the time it was written the broadcasting industry had 40,000 to 45,000 fulltime employees with one-third in the program departments. Announcers comprised the largest group of program employees, then followed writers, musicians, and news personnel. Technical staffs ranked next to program in size, mostly comprised of transmitter and studio engineers. Clerical workers were third. Other large and important occupational groups were station managers and "time" salesmen.

---

<sup>1</sup> Broadcasting, March 21, 1949, p.3

The development of television has not yet gone far enough to indicate how severe the impact on all and the broadcasting will be, but the likelihood is that there will be a long-run downward trend in radio employment and in the amount of work for radio stations at AM and FM stations.

Television occupies about 50 percent of the total number of people employed in broadcasting in 1950. It is expected that the number of workers needed will increase as more stations reach the air. But in the long run, if ever, the employment of TV stations likely to reach the present employment level of radio broadcasting stations.

The report from which the above is taken is from an occupational study

by the Bureau of Labor Statistics. A summary of the study is given

that the study was a broad picture of radio and television in the industry.

The BLS study gave radio a broad picture of employment in the radio industry.

many engineers and actors were unemployed. No shift work was done

between staff and first-line jobs. Some criticism pointed out that the

results of the report seemed to show that all AM stations were paid

to work in radio; however, prior experience was not required for

union membership in radio.

According to the report at the time it was written the broadcasting

industry had 10,000 to 12,000 million employees with one-third in the

program departments. Employees comprised the largest group of program

employees, then followed writers, non-staff, and non-personal. Job-

local staffs ranked next to program in size, which comprised of first-

line and studio engineers. Technical workers were third. Other large

and important occupational groups were station managers and other personnel.

Because the majority of applications for television stations came from companies already operating AM and FM radio stations, the study contended that much of the work in television would be handled by the same people already employed in radio.

According to the BLS survey, the number of staff singers and actors reported by the survey was negligible. The survey results were based upon 3,742 questionnaire replies. AFRA's total membership in 1949 was claimed by the union to be 25,000. Total number of persons in programming (nonsupervisory) throughout the industry as of October 11, 1947 at seven networks and 1,260 stations was 12,663 according to Federal Communications Commission records. Thus AFRA membership exceeded total industrial employment though many stations were not organized. Of the 12,633 employees, 10,900 were fulltime and 1,763 were part-time according to the FCC.

Broadcasters were quick to point out that there was a vast difference between staff and free-lance employment. Free-lance work involves such factors as individual talent of each artist, along with reputation and current popularity of special types of performances. Since artists who want to be employed in radio need AFRA cards in organized cities, the union's ranks include students, persons lacking in professional skills, those who hope to augment their incomes, and others who work the night club, vaudeville, dance hall and other circuits.

Unemployment in such cities as Los Angeles, New York and Chicago is because hundreds of young people without professional reputations crowd these centers. Though holding AFRA cards, many do not depend on radio as a prime source of employment.

Because the majority of applications for behavior stations  
came from companies already operating in such areas, the  
study concluded that much of the work in behavior would be handled  
by the same people already employed in plants.  
According to the BLS survey, the number of full-time and  
part-time workers reported by the survey was 1,100,000. The survey results  
were based upon 2,112 questionnaires returned. The BLS's total membership  
in 1973 was obtained by the Bureau of Economic Analysis. Total number of persons  
in programs (part-time, temporary, seasonal) was 1,100,000 as of October  
11, 1973. In seven networks and 1,100 stations with 1,100,000 employees.  
Federal Communications Commission reported that 1,100,000 employees were  
total industrial employees which were 1,100,000 employees.  
Of the 1,100,000 employees, 1,100,000 were full-time and 1,100,000 were  
according to the BLS.  
Researchers were asked to provide information on a scale of  
importance between a 1 and 5 in each category. The items were  
involved such factors as individual rates of each category along with  
reputation and current popularity of several types of performers.  
Since artists who want to be employed in radio need some degree of  
organized effort, the nation's ranks include students, persons holding  
in professional skills, those who have no formal skills, and  
others who work the night shift, weekends, during late and other shifts.  
Unemployment in each area is not high, but the BLS  
because hundreds of young people without professional preparation  
times continue. Through Federal Arts Council, many do not depend on radio  
as a prime source of employment.

Two representatives from both labor and management took part in a panel discussion of labor-management relations at the 1950 convention of the National Association of Broadcasters.<sup>1</sup> Thomas outlined the following points which were considered paramount from a management standpoint:

1. Unions must realize that radio is engaged in a "titanic struggle for existence" and that stations still facing rising costs, must be free of pressures for unreasonable additional cost increases.
2. Heavy investments are being required of broadcasters to replace out-worn equipment, much of it pre-war material and to expand into allied fields.
3. Employee efficiency should be increased through job-training programs, and make-work positions should be eliminated.
4. Negotiations must be realistic, and national unions must be in a position to reason with unreasonable locals--"and that works both ways."
5. Sound labor-management relations are based on an awareness that employees and employers have a mutual interest, a recognition of the "other fellow's problems" and an approach showing "good faith on both sides."<sup>2</sup>

Management's side on the panel cautioned that unions should not try to superimpose nationwide or even area-wide patterns upon individual stations. Management also furthered the belief that employees not only have a right to bargain collectively, but also have a right not to do so, according to their wishes. According to the management's argument, few industries match radio's average wage scales. Even in non-union stations, it was felt good wage scales generally existed.

---

<sup>1</sup> Broadcasting, April 24, 1950, p. 4

<sup>2</sup> Ibid.

Two representatives from the labor side and two from management in a panel discussion of labor-management relations at the 1958 meeting of the National Association of Broadcasters. The following points which were considered noteworthy from a management standpoint:

1. Unions must realize that radio is engaged in a "struggle for existence" and that survival still facing rising costs, must be free to negotiate for unreasonable additional cost increases.
2. Heavy investments are being required of broadcast stations to replace out-worn equipment, much of it pre-war material and to expand into other fields.
3. Employee efficiency should be increased through job-training programs, and new-work positions should be eliminated.
4. Negotiations must be realistic, and national unions must be in a position to reason with management "face-to-face" and that work both ways.
5. Sound labor-management relations are based on an awareness that employees and employers have a mutual interest, a recognition of the "other fellow's" profit, and an approach toward "good faith or both sides."

Management's side on the panel contended that unions should not try to superimpose nationwide or even area-wide patterns upon individual stations. Management also emphasized the belief that employees do not have a right to bargain collectively, but also have a right not to be so, according to their wishes. According to the management's argument, few industries match radio's average wage scales. Even in non-union stations, it was felt good wage scales generally exist.

1 Broadcasting, April 22, 1958, p. 11  
 2 Ibid.

On labor's side of the ledger were listed the following problems: wages, elimination or curtailment of split shifts; vacations; holiday work; five-day week; employment security (not featherbedding); recognition of union shops; stability of operations, seniority rights, arbitration; unfair dismissals, and contracts.

Although the employment picture looked dark in 1950, revenues for the networks were increasing. For the first quarter of 1950, CBS reported a net profit of \$1,626,750 for its stockholders. William S. Paley, CBS chairman of the board, said the profit represented 95 cents a share, compared with 50 cents a share in the first quarter of the previous year. In 1949 the net profit was \$885,764. CBS gross income for the first quarter of 1950 was \$30,809,064 compared with \$27,018,288 in the first quarter of 1949. Operating expenses and costs of goods sold were up in the first quarter of 1950--\$13,926,026 compared with \$12,414,577 in the same period the previous year. Provision for federal income taxes was \$1,329,000.<sup>1</sup>

As television developed in the early 1950's an additional problem that plagued the radio industry was the "fragmentation" of the radio audience. Revenues were being divided by competing AM, FM and TV stations. Thus all costs, including labor costs, were constantly increasing while intratrade revenue was decreasing. One of the answers to this problem was in the method of "time-selling." the NAB was in favor of the "all-radio presentation" whereby an advertiser would not only buy television time but would buy a simultaneous AM broadcast as well.

---

<sup>1</sup> Broadcasting, April 24, 1950, p. 11

On labor's side of the labor-management relations program:  
 wages, elimination or curtailment of shift shifts; vacation; holiday  
 work; five-day week; equipment security; (not featherbedding); recog-  
 nition of union shops; stability of operations; seniority rights;  
 arbitration; unfair practices; and contracts.

Although the wage picture looked dark in 1955, revenues

for the network were increasing. For the first quarter of 1955,  
 CBS reported a net profit of \$1,686,700 for its broadcasting. William

S. Paley, CBS chairman of the board, said the profit represented 95

cents a share, compared with 80 cents a share in the first quarter of

the previous year. In 1954 the net profit was \$88,751. CBS gross

income for the first quarter of 1955 was \$17,609,000 compared with

\$17,018,000 in the first quarter of 1954. Operating expenses and costs

of goods sold were up in the first quarter of 1955--\$17,250,000 compared

with \$15,111,277 in the same period the previous year. Provision for

federal income taxes was \$1,322,000.

As television developed in the early 1950's an additional problem

that plagued the radio industry was the "fragmentation" of the radio

audience. Revenues were being divided by competing AM, FM and TV

stations. Thus all costs, including labor costs, were constantly

increasing while interstate revenue was decreasing. One of the answers

to this problem was in the method of "time-selling." The AM was in

favor of the "air-traffic presentation" whereby an advertiser would not

only buy television time but would buy a combination AM broadcast

as well.



The problems of time-selling for both radio and television were as complicated as the employment pictures in both industries. Television would have to be considered as broadcasting and not a competing force if the problems of unions and management were to be worked out successfully.

The progress of the...  
 as completed as the...  
 would have to be...  
 if the progress of...  
 ally.

*[The following text is extremely faint and illegible, appearing to be a list or series of entries.]*

## CHAPTER VI

### JURISDICTIONAL DISPUTES

#### Jurisdictional Disputes

As complex an art as radio broadcasting of course brings together a variety of artisans. Until television came upon the entertainment scene it would have been thought impossible to organize radio artists on an industrial basis. However the history of radio broadcasting unionism is unique in that jurisdictional disputes among the unions have been relatively few. Williams Green once said that the musicians had little in common with the rest of labor because they were different from other unionists who work with their hands.<sup>1</sup>

On a national scale the first major jurisdictional dispute among the musicians was with the Metal Polishers Union (AFL) in 1912-13. The metal polishers demanded that the musicians buy only those musical instruments bearing the label of their union. The AFM countered this proposal by claiming a musician should have the freedom of choice to buy the most suitable instrument for his art. The AFL supported the AFM's side of the matter. The musicians won the case when they decided to help the metal polishers organize the plants of musical instrument manufacturers.

The "platter turning" controversy proved to be one not so easily negotiated. The American Federation of Musicians had represented the Broadcast engineers (those who run the phonograph turn tables for radio stations) in Chicago at the National Broadcasting Company and for the

---

<sup>1</sup> International Musician, June 1927, p. 1

JURISDICTIONAL DISPUTES

Jurisdictional Disputes

As a result of the radio broadcasting of course things together  
 a variety of artists. Until television came upon the entertainment  
 scene it would have been thought impossible to organize radio artists  
 on an industrial basis. However, the history of radio broadcasting  
 unions is unique in that jurisdictional disputes among the unions  
 have been relatively few. William Lewis once said that the unions  
 had little in common with the rest of labor because they were different  
 from other unions who work with their hands.

In a national scale the first war jurisdictional dispute  
 among the musicians was with the Retail Merchants Union (R.M.U.) in 1912-13.  
 The retail politeness demanded that the musicians pay only those musical  
 instruments bearing the label of their union. The R.M.U. countered this  
 proposal by claiming a musician should have the freedom of choice to  
 buy the most suitable instrument for his use. The R.M.U. supported the  
 R.M.U.'s side of the matter. The musicians won the case when they decided  
 to help the retail politeness organize the rights of musical instrument  
 manufacturers.

The "Glastonbury" controversy proved to be one not so easily  
 negotiated. The American Federation of Musicians had represented the  
 broadcast engineers (those who ran the phonograph turn tables for radio  
 stations) in Chicago at the National Broadcasting Company and for the

Columbia Broadcasting System both in Chicago and St. Louis. On the other hand the National Association of Broadcast Engineers and Technicians (an independent union) represented the platter turners outside of Chicago for the National Broadcasting Company and the American Broadcasting Company. In 1942 the NABET attempted to organize the platter turners in Chicago. The AFM of course claimed jurisdiction and its contracts were renewed in 1944. In addition the AFM asked broadcasters to hire musicians as platter turners throughout the country.

The broadcast engineers initiated proceedings before the NLRB and also threatened to strike. After hearings the Board decided that the musicians had jurisdiction at NBC and ABC in Chicago, but the NABET had jurisdiction elsewhere. The AFM then threatened NBC and ABC with strikes if they recognized the award to NABET. In 1945 the NLRB found that the companies had violated the Wagner Act by refusing to bargain with NABET and ordered them to bargain upon request.<sup>1</sup>

The NLRB petitioned the United States Circuit Court of Appeals for enforcement of its order. The court upheld the order even though the companies were threatened with strikes from the AFM. The Norris-LaGuardia Act of 1932 had barred the federal courts from issuing an injunction or restraining order in cases arising out of a labor dispute. The court was ready to proceed against a union whose object was to negate a decision of the NLRB, even though a labor dispute was involved. The NLRA had granted neither the NLRB or the courts any specific power

---

<sup>1</sup> National Broadcasting Company, Inc., 59 NLRB 478, Nov. 24, 1944, and 61 NLRB 161, March 31, 1945

Columbia Broadcasting System from 1935 to 1938, on the  
other hand the National Association of Broadcasters and the  
National Labor Relations Board (an independent agency) in their capacity  
of Chicago for the National Broadcasting Company. In 1938 the NLRB  
casting Company. In 1938 the NLRB decided to require the  
turners in Chicago. The NLRB of course assumed jurisdiction and the  
contracts were renewed in 1938. In 1938 the NLRB issued orders  
to hire musicians as former turners to protect the contract.

The broadcast engineers and technicians before the NLRB  
and also threatened to strike. The NLRB and the Board decided that  
the musicians had jurisdiction over the NLRB in Chicago, but the  
NABET had jurisdiction elsewhere. The NLRB also threatened to sue  
ABC with strikes if they received the word to NABET. In 1938 the  
NLRB found that the musicians had violated the contract by refusing  
to bargain with NABET and ordered them to bargain with NABET.

The NLRB petitioned the United States Circuit Court of Appeals  
for enforcement of its order. The court denied the order even though  
the companies were threatened with strikes from the NLRB. The NLRB  
Labor Act of 1935 had given the Federal courts power to issue an  
injunction or restraining order in cases relating to a labor dispute.  
The court was ready to protect against a union whose object was to  
negate a decision of the NLRB, even though a labor dispute was involved.  
The NLRB had granted relief to the NLRB on its own and specific power

---

<sup>1</sup> National Broadcasting Company, Inc., 29 NLRB 416, Nov.  
24, 1948, and 51 NLRB 101, March 11, 1949.

to act against unions. The AFM accepted the courts decision. Under the Labor Management Relations Act of 1947 the union may now be restrained.

One of the most famous jurisdictional disputes in all of labor history possibly because of the celebrated names involved was that between the American Federation of Musicians and the American Guild of Musical Artists. When the AFM received its charter from the AFL it received jurisdiction over all professional musicians in the country. Up until 1940, however, the union had been unsuccessful with the organization of concert artists, their accompanists, and symphony conductors. Up until this time the union of the masses (AFM) felt that it had little to gain by including the famous name soloists within its ranks. The AGMA had been born on a New Jersey golf course as the brain-child of Lawrence Tibbett, Frank Chapman and Gladys Swarthout. These people felt a need on the part of musical artists to join together to protect their common interests, and to find a common solution to their problems. The AGMA with Lawrence Tibbett, the famous baritone as president, had negotiated its first union agreement in 1937, its first basic agreement signed with the Metropolitan Opera Association in 1938, and that same year the ground work was laid for a basic contract with Columbia Concerts Corporation, a subsidiary of the Columbia Broadcasting System.

The AFM had always claimed jurisdiction over the soloists, but there is little evidence of protest on the part of the AFM when the AGMA began to organize them. In August 1940 Petrillo ordered all

to act against unions. The AWA would be a direct decision. Under  
the labor management relations act of 1947, the union was not to be  
strained.

One of the most serious problems in all of labor  
history possibly because of the celebrated name involved was that  
between the American Federation of Laborers and the American Guild  
of Local Artists. When the AFL received the charter from the  
it received jurisdiction over all theatrical unions in the country.  
Up until 1940, however, the union had been unconnected with the  
organization of concert artists, their organizations, and symphony  
conductors. Up until this time the union of the artists (AWA) felt  
that it had little to gain by joining the ranks more so than within  
its ranks. The AWA had been on a long hard road since the  
brain-child of Lawrence Tibbett, Frank Johnson and Gladys Swarthout.  
These people felt a need on the part of national artists to join together  
to protect their common interests, and to have a common voice in  
their programs. The AWA with Lawrence Tibbett, the former  
as president, had negotiated the first union agreement in 1937, the first  
basic agreement signed with the Metropolitan Opera Association in 1937,  
and that same year the ground work was laid for a basic contract with  
Columbia Concerts Corporation, a subsidiary of the Columbia Broadcasting  
System.

The AWA had always claimed jurisdiction over the industry, and  
there is little evidence of protest on the part of the AWA when the  
AWA began to organize them. In August 1940, the AWA ordered the



instrumental soloists to join AFM by Labor Day or members of the musicians union would not be permitted to play at any function at which they appeared. Notice of the AFM's position was sent to radio networks, opera companies, symphony orchestras, and others affected. Petrillo's basic assumption was expressed in his words, "Since when is there any difference between Heifetz playing a fiddle and the fiddler in a tavern? They're both musicians."<sup>1</sup> Mr. Tibbett's case was presented in the press on a much higher plane and doubtless public opinion was on his side. From the musical point of view the AGMA's case was as follows:

Domination of great artists by a man who is practically a musical illiterate is intolerable.

To limit the places an artist can play in is palpably against the best musical interests of the country.

To keep the country's leading orchestra off the air, to end its brilliant series of recordings, to prevent it from using many of the world's greatest artists as soloists is again opposed to the best interests of musical America.<sup>2</sup>

To classify Heifetz with a tavern fiddler, as Mr. Petrillo has done, is absurd.

It is inconsistent for Mr. Petrillo to try to bag only the instrumentalists among the soloists and not include Lotte Lehmann, Flagstad and Mr. Tibbett himself.<sup>3</sup>

---

<sup>1</sup> New York Times, August 14, 1940, p. 21:8

<sup>2</sup> The Boston Symphony Orchestra

<sup>3</sup> PM's Weekly, Sept. 8, 1940, p. 42

instrumental soloists to join them by labor day or members of the  
 musicians union would not be permitted to play any instrument at all  
 they appeared. Notice of the AM's position was sent to the various  
 opera companies, symphony orchestras, and other allied institutions  
 basic assumption was expressed in the words, "since there is a  
 difference between Heifetz playing a Khibits and the Khibits in a  
 tavern? They're both musicians." Mr. Tibbitt's case was presented  
 in the press on a much higher plane and doubtless public opinion was  
 on his side. From the musical point of view the AM's case was as  
 follows:

Denotation of great artists by a man who is  
 practically a musical illiterate is inadmissible.

To limit the places an artist can play is to  
 play against the best musical interests of  
 the country.

To keep the country's leading orchestra off the  
 air, to end its brilliant record of recordings, to  
 prevent it from using any of the world's greatest  
 artists as soloists is a grave wrong to the best  
 interests of musical America.

To classify Heifetz with a tavern Khibits, as Mr.  
 Pettilio has done, is absurd.

It is inconsistent for Mr. Pettilio to try to say  
 only the instrumentalists among the soloists and  
 not include Lotte Lehmann, Margalo and Mr. Tibbitt  
 himself.

1 New York Times, August 14, 1942, p. 231

2 The Boston Symphony Orchestra

3 HM's Weekly, Sept. 5, 1942, p. 12

By 1940 Tibbett's AGMA had 1,800 members and he was not prepared to lose them without a court case. The proper tribunal for adjusting the dispute was the American Federation of Labor. But AFL's record in settling its own jurisdictional disputes was not too admirable. Past experience had shown that the more powerful labor union usually won its case before the AFL. At the insistence of the AGMA, Justice Ferdinand Pecora of the New York Supreme Court granted a restraining order which barred the AFM from taking any action until a regular session of the court could hear the case. In November Judge Aron Steuer of the New York Supreme Court rendered a decision which set aside the temporary stay of action previously granted. The AGMA announced its intention to appeal. The Appellate Division of the Supreme Court affirmed the decision of the lower court in refusing to grant the Guild an injunction. It even went so far as to dismiss the case against the musicians. Most of the concert artists at that time got on the band wagon and joined the AFM.

In 1942 an agreement between the unions was reached. The agreement said in part:

AFM recognizes AGMA's position and authority as the exclusive collective bargaining agency for all solo instrumentalists for the purpose of their activities in the concert field.

AGMA does not object to the right of AFM to enroll solo instrumentalists as members of AFM, and AFM does not object to the right of AGMA to enroll the solo concert artists, as above described, as members of AGMA. The parties agree to notify CCC,<sup>1</sup> NBC, WGN and the other concert managers of the above.

---

<sup>1</sup> Agmazine, Dec., 1952, p. 3

By 1910 Tibbett's AGM had 1,500 members and he was...  
to lose them without a court case. The...  
the dispute was the American Federation of Labor...  
in settling its own jurisdictional disputes was not...  
first experience had shown that the more powerful labor union usually  
won its case before the A.F.L. As the insistence of the A.F.L. Justice  
Ferdinand Pecora of the New York Supreme Court granted a restraining  
order which barred the AFM from taking any action until a regular  
session of the court could hear the case. In November 1907  
Justice of the New York Supreme Court granted a restraining order  
aside the temporary stay of action against the AFM.  
announced its intention to appeal. The A.F.L. Justice of the Supreme  
Court affirmed the decision of the lower court in refusing to grant  
the Guild an injunction. It even went so far as to discipline the one  
against the restraint. Most of the concert artists at that time  
on the band wagon and joined the AFM.

In 1912 an agreement between the union was reached. The agree-  
ment said in part:

AFM recognizes AGMA's position and authority as the  
exclusive collective bargaining agency for all solo  
instrumentalists for the purpose of their activities  
in the concert field.

AGMA does not object to the right of AFM to  
enroll solo instrumentalists as members of AFM  
and AFM does not object to the right of AGMA to  
enroll the solo concert artists, as long as they  
as members of AGMA. The parties agree to enroll  
NBC, WGB and the other concert members of the concert.

Thus Petrillo had won a great victory. The important solo instrumentalists in the country were members of his union. Petrillo was now in position to strengthen his hand against the recording companies.

The resolution of AFM vs. AGMA of course did not make for jurisdictional peace on all fronts of the radio broadcasting industry. In the spring of 1948 Philadelphia's WFIL was deadlocked in a jurisdictional strike. Forty-three engineers of the station were involved. The American Communications Association (CIO) and the International Alliance of Theatrical Stage Employees and Moving Picture Operators (AFL) both claimed to represent the engineers. ACA argued that there could be no bona fide claim by IATSE to representation and that, in fact, ACA had represented the engineers since 1936. ACA also charged that WFIL had used the jurisdictional controversy as an excuse for not making a wage offer and that failure to make such a wage offer on expiration of the contract caused the strike.<sup>1</sup>

Relations with unions outside of the entertainment world have sometimes been promulgated by the radio broadcasting unions. Usually the radio unions have supported the cause of unionism in general by contributing to the monetary funds of striking unions. For instance the musicians helped the striking streetcar workers in Philadelphia in 1910. In 1913 the AFM signed a national agreement with the International Alliance of Theatrical and Stage Employees (AFL). The latter union largely consisted of stage hands and motion picture operators.

---

<sup>1</sup> Broadcasting, March 24, 1948

Thus Fertilio had won a great victory. The laborers who had  
lata in the country were members of the union. Fertilio was now in  
position to strengthen his hand against the various companies.  
The resolution of the AIA vs. NLRB of course did not solve the prob-  
lematical peace on all fronts of the radio broadcasting industry. In  
the spring of 1948 Philadelphia's WFIL was beset by a jurisdictional  
strike. Forty-three engineers of the station were involved. The  
American Communications Association (ACA) and the International Alliance  
of Theatrical Stage Employees and Moving Picture Operators (IATSE)  
both claimed to represent the engineers. The IATSE argued that there should  
be no bona fide claim by IATSE to represent them and that, in fact,  
ACA had represented the engineers since 1936. ACA also argued that  
WFIL had used the jurisdictional controversy as an excuse for not making  
a wage offer and that failure to make such a wage offer on expiration  
of the contract caused the strike.  
Relations with unions outside of the entertainment world have  
sometimes been protracted by the radio broadcasting unions. Usually  
the radio unions have supported the cause of unions in general by  
contributing to the monetary funds of striking unions. For instance  
the musicians helped the striking newspaper workers in Philadelphia  
in 1910. In 1913 the AIA signed a national agreement with the inter-  
national Alliance of Theatrical and Stage Employees (IATSE). The latter  
union largely consisted of stage hands and motion picture operators.

Both unions supported the Equity strike in 1919. However the relationship was terminated because the discharge of union musicians from sound theatres made the contract a burdensome liability to IATSE. When the electricians, members of the Electrical Workers Union, Local 3, struck against Rockefeller Center in 1938, the aid of the musicians was solicited. Rockefeller Center was the home of the NBC studios. The musicians were asked in particular not to pass the picket lines of the electricians.

Thus in such special situations jurisdiction problems have arisen when a radio performer was a member of more than one musicians' union, an engineer was asked to join the musicians' union, an actor played a musical instrument or performed singing lines. But these problems appear small indeed and are mere indications of things to come when we consider the field of television.

#### Jurisdictional Problems Among Technicians in Television

One of the first jurisdictional disputes and agreements among television technicians occurred in April 1948 when the American Tobacco Company proposed to sponsor a telecast of the play, "Mister Roberts," from the Alvin Theater in New York.<sup>1</sup> It developed that the International Alliance of Theatrical Stage Employees and Moving Picture Machine Operators (IATSE) had jurisdiction in the legitimate theater whereas the International Brotherhood of Electrical Workers (IBEW) had a contract with CBS covering the network cameramen. The conflict was resolved when the heads of both unions allowed their members to work

---

<sup>1</sup> Billboard, April 10, 1948, p. 12

Both unions supported the strike in 1935. However the situation  
this was terminated because the directors of unions insisted that  
theaters made the contract a business liability to IATSE. Then  
the electricians, members of the Electrical Workers Union, Local 13,  
struck against Rockefeller Center in 1935, the aid of the musicians  
was solicited. Rockefeller Center was the base of the strike.  
The musicians were asked in particular not to cross the picket lines  
of the electricians.

Thus in such special situations jurisdiction questions may  
arise when a radio performer was a member of one union and a musician  
union, an agreement was asked to join the musician's union, an actor  
played a musical instrument or performed singing lines, or other  
problems appear small but they are not without their own complications  
when we consider the field of television.

#### International Problems Facing Television

One of the first international disputes and agreements arose  
between technicians working in Great Britain when the British Telecom  
Company proposed to sponsor a wireless at the place, "Winter Gardens",  
from the Avon theater in New York. It developed that the Inter-  
national Alliance of Theatrical Stage Employees and Moving Picture Machine  
Operators (IATSE) had jurisdiction in the legitimate theater whereas  
the International Brotherhood of Electrical Workers (IBEW) had a  
contract with GPO covering the network agreement. The conflict was  
resolved when the heads of both unions agreed that network contracts



side by side on the CBS telecast. This easy settlement was by no means indicative of future relations between the technical unions.

One of the most pressing problems facing the IATSE was the employment of projectionists who were members of the union. The union had a sixty-year history in the theater as the bargaining agent of stage hands. When motion pictures forced the closing of the legitimate theaters because of technological replacement the union was successful in extending its jurisdiction to the projectionists. Now television was closing many motion picture houses and moving picture machine operators were finding themselves without jobs. The logical answer from the IATSE was to enter the television field where projectionists were employed.

The IBEW, on the other hand, claimed jurisdiction for projectionists employed in television stations. The votes of the IBEW projectionists were lumped with the broadcast engineers and technicians. Therefore they were able to win most NLRB elections. The IATSE were successful before the NLRB in obtaining separate voting units for their stage employees which included carpenters, electricians and propertymen. When most petitions by the IATSE for inclusion of projectionists as voting units were denied by the NLRB, the IATSE attempted to organize television stations as a whole including electronic engineers. This organization was an attempt to keep the IATSE projectionists from being outvoted in NLRB elections. Although the IBEW seemed firmly entrenched through their broadcasting connections, the IATSE was successful in

side by side on the CBS station. This was a violation of the contract.

indicative of future relations between the technical union.

One of the most pressing problems facing the IATSE was the

employment of technicians who were members of the union. The union

had a sixty-year history in the field of the performing arts of

stage hands. When action pictures forced the closing of the IATSE

members because of technological advances the union was successful

in extending its jurisdiction to the technicians. How technicians

was closing many motion picture houses and giving closure machine

operators were finding themselves without work. The IATSE answer

from the IATSE was to enter the television field when production

were employed.

The IATSE, on the other hand, claimed jurisdiction for techni-

calists employed in television stations. The IATSE and the IBEW

projected that were linked with the broadcast industry and television.

Therefore they were able to win most IATSE stations. The IATSE was

successful before the NLRB in obtaining a contract with the IATSE

stage employees which included carpenters, electricians and technicians.

When most positions of the IATSE in television of technicians as

volving units were defined by the NLRB, the IATSE was able to represent

television stations as a whole including electronic engineers. This

organization was an attempt to keep the IATSE out of television as well being

outfitted in IATSE stations. Although the IATSE was not finally successful

through their protesting committee, the IATSE was successful in

that part of the television industry which produces films for television. The employment position for IATSE members became brighter when motion pictures began to enjoy a revival with the introduction of three-dimensional projection, Cinerama, Cinema Scope, and other devices. In some cases the union made concessions to exhibitors in the operation of these innovations, but on the whole, their scales were upheld.

The jurisdictional picture in television stations remained somewhat complicated in 1948. In addition to the IBEW claiming jurisdiction in the television field from a broadcasting standpoint there was also the claim of the National Association of Broadcast Engineers and Technicians. In November 1948 seven different bargaining unit categories were voting at WPIX in New York for a choice among three unions, the IATSE, IBEW, and the NABET. Hearings had been held by the NLRB five days before agreement on an election was reached. The categories voting included television engineers, film projectionists, film cameramen, film editors, film laboratory technicians, film sound engineers, and stage employees. Again because the majority of television engineers were already members of the IBEW the weight of their numbers gave that union jurisdiction over all categories.<sup>1</sup>

In March 1949 the IATSE was still trying to drive NABET members from the television fields according to a statement by the NABET issued in New York.<sup>2</sup> According to NABET its members from training and experience

---

<sup>1</sup> Billboard, Nov. 20, 1948, p. 10

<sup>2</sup> Broadcasting, March 14, 1949, p. 14

that part of the television industry which produced films for television.

The employment position for IATSE members became uncertain when motion

pictures began to enjoy a revival with the introduction of three-dimen-

sional projection, CinemaScope, CinemaScope, and other devices. In

some cases the union made concessions to employers in the operation

of these innovations, but on the whole, their policies were upheld.

The jurisdictional dispute involved a situation wherein

somewhat complicated in 1948. In addition to the IATSE claims (juris-

diction in the television field from a processing standpoint there

was also the claim of the National Association of Broadcast Engineers

and Technicians. In November 1948 seven different bargaining units

categories were voting at NAB in New York for a choice among three

unions, the IATSE, IATSE, and the IATSE. Hearings had been held by the

NAB five days before agreement on a contract was reached. The date-

votes voting included television engineers, film processors, film

camera men, film editors, film laboratory technicians, film stock engineers,

and stage employees. Again because the majority of television engineers

were already members of the IATSE the results of their numbers gave

that union jurisdiction over all categories.

In March 1949 the IATSE was still voting to give itself another five

the television field according to a statement by the IATSE issued

in New York. According to that statement the union had retained and expanded

<sup>1</sup> Billboard, Nov. 20, 1948, p. 10.

<sup>2</sup> Broadcasting, March 1, 1949, p. 38.

were better able to perform the functions required in television. NABET further asserted that IATSE was attempting to force its way into telecasting, "a field that had been NABET's for years without dispute." Forty percent of IATSE members were unemployed at the time. NABET's contracts with NBC and ABC were to terminate April 30, 1949. The exchange of press statements were forerunners to both unions attempting to negotiate contracts with the networks.

In Chicago at WBKB stagehands, cameramen, and projectionists were members of IATSE while twenty-seven engineers remained within the jurisdiction of IBEW. In this particular instance, IBEW engineers had worked at the station for a number of years but their first contract was signed in July 1949.<sup>1</sup> The contract when signed gave engineers a salary range of \$65 to \$125 weekly and a clause stating that negotiations for new salary arrangements would be reopened at the end of one year.<sup>2</sup>

In the summer of 1950 television labor pains began to be of grave concern to the telecasters. As pointed out in the few years of rapid development of the television industry most unions had been content to withhold demands for contracts comparable to those they held with more mature enterprises. Editorially the National Association of Broadcasters commented on the problem:

Doubtlessly the talent and technicians unions have read with interest recent statements by some tele-

---

<sup>1</sup> Billboard, July 30, 1949, p. 9

<sup>2</sup> Ibid.

were better able to perform the functions required in television.  
 HARRIS further asserted that LALBE was attempting to force the ABC  
 television, "a field that had been HARRIS's for years without success."  
 Forty percent of LALBE's contracts were cancelled at the time. HARRIS  
 contracts with NBC and ABC were to terminate on July 31, 1959. In  
 exchange of press statements and interviews to both major television  
 to negotiate contracts with the networks.

In Chicago at WBBM television, contracting and production  
 were members of LALBE while twenty-seven contracts remained within  
 the jurisdiction of WBBM. In this particular instance, this contract  
 had worked at the station for a period of years but LALBE first contract  
 was signed in July 1958. The contract with WBBM was signed in  
 salary range of \$65 to \$115 weekly and a three percent annual increase  
 for new salary arrangements would be required at the end of one year.  
 In the summer of 1959 television contracts were seen to be an  
 grave concern to the television. As pointed out in the years of  
 rapid development of the television industry and which had been constant  
 to withstand demands for contracts comparable to those they held with  
 more mature enterprises. Historically the national association of  
 Broadcasters centered on the program

Doubtless the field and television has since have  
 lead with interest recent statements of some tele-

---

1 Ellipsoid, July 30, 1959, p. 1.  
 2 Ibid.

casters who have announced they were in or approaching the black. It was inevitable that labor's policy of moderation would end with such reports.

It would be well at this moment if there were clarification of what telecasters meant when proclaiming they had attained profitable operation. We doubt that any one of them who has made such announcements means that he is so deep in the black that an increase of costs could be absorbed without a re-immersion in the red. We doubt indeed that any telecaster can afford at this point to write a labor contract guaranteeing minimum wages and conditions on anything like the levels that are or are about to be sought.<sup>1</sup>

At any rate the strike of the IBEW against CBS in the summer of 1950 indicated that a period of comparative peace in television labor relations was at an end. The strike lasted for only three days and included 335 IBEW members in New York and 90 in Hollywood. The strike resulted from an impasse in negotiations of a contract renewal. The negotiations pertained only to the New York local 1212, but the Hollywood members walked out in sympathy.<sup>2</sup> The strike was called despite the fact that basic agreement on wage increases had been reached. CBS had offered wage scales of \$135 a week for five-year men, an increase of \$6.50 over rates in the former contract, it was said.<sup>3</sup>

The core of the dispute was working conditions. Among the provisions sought by the union but not granted by CBS were additional vacation time, specific periods for meals, and rearranged schedules

---

<sup>1</sup> Broadcasting, June 19, 1950, p. 2

<sup>2</sup> Broadcasting, June 19, 1950, p. 15

<sup>3</sup> Ibid.

casters who have announced they are in or approaching the black. It was inevitable that labor's policy of moderation would end with such results.

It would be well at this moment to state that clarification of what laborers seek and the demands they had advanced in their negotiations. We doubt that any one of them has had any announcements made that he is so happy in the black that an increase of wages could be negotiated without a demonstration in the red. We doubt indeed that any laborer can afford at this point to wear a labor contract. We believe that the only way to continue anything like the level that we are about to be sought.

At any rate the strike of the IWW against CIO in the summer of 1933 indicated that a period of competitive needs in negotiation labor relations was at an end. The strike lasted for only three days and included 335 IWW members in New York and 90 in Hollywood. The strike resulted from an increase in negotiations of a contract for the negotiations period only in the New York district, and the Hollywood members walked out in sympathy. The strike was called off the fact that basic agreement on wage increases had been reached. CIO had offered wage scales of 10% a week for five-year term, an increase of \$5.00 over wages in the former contract, he was said. The core of the dispute was working conditions. Among the provisions sought by the union but not granted by CIO were individual vacation time, specific periods for seniority, and so-called advance

- 
- 1 Broadcasting June 12, 1933, p. 2
  - 2 Broadcasting June 13, 1933, p. 12
  - 3 1934.



of days off per week.<sup>1</sup> The strike caused cancellation of nine CBS television shows, five of them commercial. Other television programs and all regularly scheduled radio shows were broadcast with CBS executive and supervisory personnel acting as technicians. Under the strike-ending agreement, CBS guaranteed to re-employ all IBEW members on its rolls before the strike, and the IBEW agreed to return to work.

#### The Actors and Television

The largest jurisdictional dispute in the ranks of the television industry was the battle waged by the American Federation of Radio Artists against its sister unions in the field. It will be recalled that AFRA was one of the branches of the parent organization the Associated Actors and Artistes of America. The Four A's had chartered Actors Equity, long established in the legitimate theater; Chorus Equity; American Guild of Variety Artists, composed of vaudeville and night club performers, the Screen Actors Guild, firmly entrenched in the motion picture industry; the Screen Extras Guild; and the American Guild of Musical Artists, which included professional dancers within its jurisdiction. As television became a major segment of the entertainment field the jurisdiction of the various branches of the Four A's along with the independent unions became increasingly difficult to determine.

As previously pointed out AFRA at its annual convention in Boston in 1949 looked to merger of the various entertainment unions as the instrument to successful negotiations in the television industry.

---

<sup>1</sup> Broadcasting, June 19, 1950, p. 15

of days off per week.<sup>1</sup> The strike caused cancellation of nine CBS television shows, five of them commercial. Other television programs and all regularly scheduled radio shows were broadcast with CBS executive and supervisory personnel acting as technicians. Under the strike-ending agreement, CBS guaranteed to re-employ all 1934 members on its rolls before the strike, and the IRLW agreed to return to work.

The Actors and Television

The largest jurisdictional dispute in the ranks of the television industry was the battle waged by the American Federation of Radio Artists against its sister unions in the field. It will be recalled that AFRA was one of the precursors of the present organization the Associated Actors and Artists of America. The four A's had originated Actors Equity, long established in the legitimate theater; Camera Equity; American Guild of Variety Artists, composed of vaudeville and stage club performers, the Screen Actors Guild, Equity entrenched in the motion picture industry; the Screen Extras Guild; and the American Guild of Musical Artists, which included professional dancers within its jurisdiction. As television became a major segment of the entertainment field the jurisdiction of the various precursors of the four A's along with the independent unions became increasingly difficult to determine. As previously pointed out AFRA at its annual convention in Boston in 1939 looked to merger of the various entertainment unions as the instrument to successful negotiations in the television industry.

---

<sup>1</sup> Broadcasting, June 19, 1939, p. 15

In its resolution for a merger AFRA hoped (1) to bring about enough rank and file sentiment in other performer unions to bring about merger-- either whole or partial--within a reasonably short time, (2) even in the event the resolution did not precipitate merger action within the Four A's, it would allow AFRA to proceed in the matter of clarifying the television jurisdiction.<sup>1</sup> "Our main objective," stated George Heller, national executive secretary for AFRA, "is to obtain what is best for those who work in television, without regard to whether they are members of AFRA, SAG, AE, or AGVA. Divided authority in television is weak authority, and the more delays we face now the greater will be the difficulty in finally obtaining decent and equitable standards."<sup>2</sup> The Four A's structure was considered inadequate with regard to Taft-Hartley and other restrictive labor legislation.

- As an alternate plan to merger it was envisioned a workable apportionment of television jurisdiction, with AFRA the policing agent in certain types of television production and the Screen Actors Guild controlling film production for television. AFRA proposed the following view: AFRA would be intrusted with jurisdiction over live programs and such film shows as would be produced by advertising agencies, networks, and stations. SAG would maintain jurisdiction over film shows produced by motion picture companies only. On the other hand it was well known that the Screen Actors Guild preferred complete film jurisdiction.

---

<sup>1</sup> Billboard, Sept. 4, 1948, p. 3

<sup>2</sup> Ibid.

In its resolution for a more... to bring about enough  
rank and file movement in other... shows to bring about...  
either whole or part... within a... even...  
the event the resolution...  
Four A's, it would allow... to proceed in the matter of...  
the television...  
Miller, national executive secretary...  
best for those who work in television...  
are members of... or...  
is work authority, and for...  
the difficulty in finally...  
The Four A's structure was...  
Barley and other...  
- as an...  
apportionment of television...  
in certain types of television...  
controlling...  
view:...  
and such...  
network, and...  
shows produced by...  
was well known that...  
jurisdiction.

---

1. Ellipsoid, Sect. 1, 1950, p. 1.  
2. Ibid.

At the time of the proposed plans by AFRA a committee of the Four A's was trying to negotiate television scales and conditions with the networks. Its success was somewhat limited. With respect to merger, AFRA believed that this was the prime solution not only as affecting the television industry but strengthening the position of performers under the Taft-Hartley law. Some groups within AFRA felt that the desire for autonomy on the part of the locals and sister unions would not allow for the acceptance of a merger. AFRA held that merger did not necessarily mean loss of local autonomy. Furthermore the radio actors union felt that it had more to offer and less to gain in any consideration of merger. "Certainly," stated one AFRA executive, "we have the best contracts and a strong treasury which becomes stronger as time goes by."<sup>1</sup>

The position of Actors Equity was somewhat in doubt as the various unions considered the plan for merger. Equity, which once held most of the major performer jurisdictions in show business, retained a legal claim in television through its original charter with the AAAA's. There was a precedent for AFRA's taking control of a jurisdiction which it considered was not being properly handled. Equity originally held radio jurisdiction. The Radio Division of Actors Equity had been unsuccessful in organizing the radio industry. However the Radio Division gained enough internal strength to take over the radio portion

---

<sup>1</sup> Billboard, Sept. 4, 1948, p. 3

At the time of the proposed plan by AT&T a committee of the  
 Four A's was trying to negotiate television contracts with conditions  
 with the network. The success was somewhat limited. With respect  
 to merger, AT&T believed that this was the prime solution not only  
 as affecting the television industry but also regarding the position of  
 performers under the 1947-1948 law. Some groups within AT&T felt  
 that the desire for autonomy on the part of the local and other unions  
 would not allow for the acceptance of a merger. The fact that merger  
 did not necessarily mean loss of local autonomy. Furthermore, the  
 radio unions felt that it had more to offer and less to gain in  
 any consideration of merger. Therefore, the radio unions  
 have the best contacts and a strong concept which makes merger  
 as the case of.

The position of radio unions was somewhat different as the national  
 unions considered the plan for merger. They, which were part of  
 the major performer jurisdiction in each business, retained a local  
 claim in television through the original contract with the radio's.  
 There was a precedent for radio's taking control of a jurisdiction which  
 it considered was not being properly handled. Radio unions had been  
 radio jurisdiction. The radio division of AT&T had been  
 unsuccessful in organizing the radio industry. However, the radio  
 division gained enough internal strength to take over the radio portion

---

<sup>1</sup> Hilborn, pp. 124, 125.

of Equity's charter. Thus AFRA was born.<sup>1</sup> Equity had once held the screen jurisdiction, but it lost this position just prior to the growth of the radio industry. There were other precedents in the Four A's for transferring charters from group to another in the interest of the performers.<sup>2</sup> The American Federation of Actors was reorganized into AGVA, currently hold jurisdiction over vaudeville and night club performers. Also, the Grand Opera Artists Association suffered revocation of its charter years ago on the grounds that it had not organized its field, and the charter was given to the American Guild of Musical Artists.

In September 1948 an Actors Equity spokesman labeled as "blackmail" the resolution claiming television jurisdiction passed by AFRA at its Boston convention.<sup>3</sup> Most observers recognized Equity's legal right to television jurisdiction. But the conflict appeared to resolve on the question of which was the stronger union. Again the strength of the labor leaders was involved. Heller was conceded to have little opposition in organizing the other branches of the Four A's against Equity. In that case the only recourse Equity would have would be public opinion and the prestige it carried as the oldest of performer unions. Paul Dullzell, former head of the AAAA's and executive secretary for Equity, was regarded as the outstanding labor leader in show business. When Mr. Dullzell retired, Mr. Heller was said to have taken his place.

---

<sup>1</sup> Billboard, Sept. 11, 1948, p. 13

<sup>2</sup> Billboard, Sept. 11, 1948, p. 13

<sup>3</sup> Billboard, Sept. 11, 1948, p. 46

of Equity's charter. This was done, and Equity had once held  
 the screen jurisdiction, but at last the position was returned to  
 growth of the radio industry. There were other precedents in the  
 Four A's for transferring charters from one to another in the interest  
 of the performers. The American Federation of Actors was transferred  
 into AGVA, currently held jurisdiction over radioville and night club  
 performers. Also, the Grand Opera House Association granted trans-  
 fer of its charter years ago on the grounds that it had not organized  
 its field, and the charter was given to the American Union of Musical  
 Artists.

In September 1918 an Actors Equity agreement was signed as "tentative"  
 the resolution of claims television jurisdiction passed by AFM at its  
 Boston convention. Most observers recognized Equity's legal right  
 to television jurisdiction, but the conflict appeared to resolve on  
 the question of which was the stronger union. Again the strength of  
 the labor leaders was involved. Miller was conceded to have little  
 opposition in organizing the other branches of the Four A's against  
 Equity. In that case the only reasonable result would have been to  
 public opinion and the prestige it carried as the oldest of performers  
 unions. Paul Dilliel, former head of the A.M.'s and executive direc-  
 tor for Equity, was regarded as the outstanding labor leader in his  
 business. When Dr. Dilliel retired, Mr. Miller was said to have taken  
 his place.

- 
- 1 Billboard, Sept. 11, 1926, p. 13
  - 2 Billboard, Sept. 11, 1926, p. 13
  - 3 Billboard, Sept. 11, 1926, p. 13



Another reason for Equity's resistance to merger was the \$600,000 it had in its treasury.<sup>1</sup> This amount of money was greater than any possessed by its sister unions, and it would have to be surrendered in any amalgamation.

By November 1948 Equity was willing to consider merger and a draft for an over-all television union was drawn up.<sup>2</sup> No name for the new vertical union could be decided upon; however, United Artists Equity Association or National Artists Equity Association were suggested. At the time the merger plans called for consolidation of AFRA, Equity, Chorus Equity, and AGMA. The American Guild of Variety Artists was to be brought in later. Each branch was to control its own affairs in negotiations, contracts, etc. in its field subject to national board approval. Television jurisdiction was to be pooled by those unions already claiming it, and one union card would enable a performer to work in all fields except films. A SAG card would be required for film work.

As plans for merger progressed the American Guild of Variety Artists made jurisdictional claims on the television field. This union was involved in suits against KTLA and KLAC-TV on the West Coast.<sup>3</sup> AFRA's reply to the AGVA's claims was that when the merger was discussed

---

<sup>1</sup> Billboard, Sept. 11, 1948, p. 46

<sup>2</sup> Billboard, Nov. 20, 1948, p. 22

<sup>3</sup> Billboard, Dec. 25, 1948, p. 13

Another reason for Equity's resistance to merger was the \$500,000 it had in its treasury. This amount of money was greater than any possessed by the other unions, and it would have to be surrendered in any amalgamation.

By November 1935 Equity was willing to consider merger and a draft for an over-all reorganization union was drawn up. The new vertical union could be described as follows: Equity Association or National Brotherhood Equity Association were suggested. At the time the merger plan called for consolidation of Equity, Church Equity, and AWA. The American Guild of Variety Artists was to be brought in later. Each branch was to control its own affairs in negotiations, contracts, etc. in this field subject to national union approval. Jurisdiction was to be pooled in those areas already existing, and one union could exercise a permanent right work in all fields except film. A new card would be required for film work.

As plans for merger progressed the American Guild of Variety Artists made jurisdictional claims on the reorganized field. This union was involved in suits against AWA and IAWA on the west coast. Equity's reply to the AWA's claims was that when the merger was discussed

- 
- 1 Bilboe, Dec. 11, 1935, p. 10
  - 2 Bilboe, Nov. 27, 1935, p. 52
  - 3 Bilboe, Dec. 22, 1935, p. 11

originally, AVGA was under the control of the Four A's; furthermore, it did not have its autonomy and was in no position to act with authority, An invitation to join the merger was still open.

Actor's Equity brought an end to merger talks in December of 1948. Equity's counterproposal provided that (1) an entirely new union be formed with the Screen Actors Guild, Equity, and the American Federation of Radio Artists having jurisdiction over the television problems of their own memberships, thereby excluding all other entertainment unions from having a voice in the new organization's affairs; (2) the new union would be run by three boards, representing SAG, Equity, and AFRA, each retaining autonomous power.<sup>1</sup> At this time merger talks came to a complete standstill because most participants felt that the new organization would be pulling in three directions simultaneously.

In February 1949 the Screen Actors Guild announced that unless the entertainment unions adopted a joint plan in administering jurisdiction over the television field in the immediate future, the SAG would lose no time in evolving its own method of protecting members participating in the production of films for television.<sup>2</sup> In the meantime the Four A's were resuming talks, but no progress was being made. One idea advanced to break the deadlock was for Secretary of

---

<sup>1</sup> Billboard, Feb. 12, 1949, p. 3

<sup>2</sup> Billboard, Feb. 19, 1949, p. 13

originally, WGA was under the control of the Four A's; furthermore, it did not have its autonomy and was in no position to act with authority. An invitation to join the merger was still open.

Actor's Equity brought an end to merger talks in December of 1948. Equity's counterproposal provided that (1) an entirely new union be formed with the Screen Actors Guild, Equity, and the American Federation of Radio Artists having jurisdiction over the television programs of their own membership, thereby excluding all other entertainment unions from having a voice in the new organization's affairs; (2) the new union would be run by three boards, representing SAG, Equity, and AFRA, each retaining autonomy over. At this time merger talks came to a complete standstill because most participants felt that the new organization would be pulled in three directions simultaneously.

In February 1949 the Screen Actors Guild announced that unless the entertainment unions adopted a joint plan in administering jurisdiction over the television field in the immediate future, the SAG would lose no time in evoking its own method of protecting members participating in the production of films for television.<sup>1</sup> In the meantime the Four A's were reuniting talks, but no progress was being made. One idea advanced to break the deadlock was for Secretary of

---

1 Bilipoury, Feb. 12, 1949, p. 3  
2 Bilipoury, Feb. 12, 1949, p. 13

of Labor Maurice Tobin to appoint arbitrators to settle the question of jurisdiction.<sup>1</sup> This plan was offered with the thought that it would only be practical as a last-ditch solution.

In the spring of 1949 it became apparent that the merger of all talent unions into a television authority was dependent upon the assent of Actor's Equity. Finally Equity, the official trade journal of Actor's Equity, gave the Associated Actors and Artistes of America its blessing. The Four A's at the time was reconsidering plans for merger. The editorial in Equity said in part:

For those who believe that ultimate merger of all branches into one big union is still the goal which should be sought, this essay into a joint trusteeship is a first and long step.

If we can work together fairly and amicably and reasonably for the organization and administration of television, it will be a shorter and easier step to expand that cooperation to other matters.

But first of all that committee has to meet and solve those problems on the level of television.<sup>2</sup>

The committee for the Four A's were making plans for a TVA (television authority). This authority would bargain for television performers and make contracts for them. Members of the Four A's branches would not pay dues to the new organization; however, the individual branches would support the new TVA.<sup>3</sup> There was but one more step remaining to

---

<sup>1</sup> Billboard, Feb. 19, 1949, p. 13

<sup>2</sup> Broadcasting, April 25, 1949, p. 10

<sup>3</sup> Ibid., May 9, 1949, p. 8

of Labor Justice Tobin to appoint arbitrators to settle the question  
of jurisdiction.<sup>1</sup> This plan was offered with the thought that it  
would only be practical as a last-resort solution.

In the spring of 1939 it became apparent that the merger of all  
tenant unions into a centralized authority was dependent upon the assent  
of Actor's Equity, the official trade journal of  
Actor's Equity, gave the Associated Actors and Artists of America the  
blasting. The four A's at the time was considering plans for merger.  
The editorial in Equity said in part:

For those who believe that ultimate merger of all dramatic arts  
one big union is still the goal which should be sought, this  
essay into a joint jurisdiction is a first and long step.

If we can work together fairly and honestly and responsibly  
for the organization and betterment of the profession, it will  
be a shorter and easier step to signed joint jurisdiction than  
other matters.

But first of all, that condition has to meet and solve those  
problems on the level of jurisdiction.

The committee for the four A's were making plans for a joint jurisdiction  
authority). This authority would handle for themselves performance  
and make contracts for them. Members of the four A's themselves would  
not pay dues to the new organization; however, the individual members  
would support the new IFA.<sup>2</sup> Their was to be one fund, one treasury to

---

1 Hillman, Rep. Dr. 1939, p. 12  
2 Broadcasting, April 12, 1939, p. 10  
3 Tobin, May 9, 1939, p. 2

give the TVA actuality and that was the approval of the board of the Four A's. The question of proportional representation on the board of TVA remained open. Some of the union branches favored proportional representation while others favored equal representation.

The necessity for an over-all union in the television field was pointed out by Bill Thompson, character actor and AFRA board member. Mr. Thompson said that he was required to belong to several unions. Because he sometimes does a bag-pipe routine before the television camera, he carried a card in the American Federation of Musicians. "I pay dues to all these unions. It would seem to be to the advantage of all entertainers if these various entertainment unions could come to an agreement whereby membership in one carried privileges in all," said Mr. Thompson.<sup>1</sup>

In August 1949 the Eastern talent unions of the Four A's voted to by-pass the Screen Actor's Guild in the organization of the television industry.<sup>2</sup> At the same time the Four A's gave their television jurisdiction collectively to TVA. The SAG had previously refused to participate in TVA. The chief stumbling block in reaching an agreement with the Screen Actors Guild was the problem of kinescopes. The SAG was willing to allow TVA to have jurisdiction over some films, but it also thought the technique of film making should determine within whose jurisdiction it belonged.<sup>3</sup>

---

<sup>1</sup> Broadcasting, Aug. 27, 1949, p. 11

<sup>2</sup> Billboard, Aug. 27, 1949, p 5

<sup>3</sup> Ibid.

give the TVA authority and that was the approval of the board of the  
Four A's. The question of professional representation on the board  
of TVA remained open. Some of the union districts favored professional  
representation while others favored equal representation.

The necessity for an over-all union in the relationship was  
pointed out by Bill Thompson, chairman, labor and civil board member.  
Mr. Thompson said that he was required to belong to several unions.  
Because he sometimes does a day's work before the expiration  
years, he carried a card in the American Federation of Teachers.  
"I pay dues to all these unions. It would seem to be to the advantage  
of all concerned if there were some central organization which could care  
to an agreement whereby members in one district could belong to all."

said Mr. Thompson.<sup>1</sup>

In August 1939 the Eastern labor union of the Four A's voted  
to bypass the Screen Actors' Guild in the organization of the television  
industry.<sup>2</sup> At the same time the Four A's gave their television pro-  
duction collectively to TVA. The SAG had previously refused to con-  
tribute to TVA. The chief stumbling block in reaching an agreement  
with the Screen Actors Guild was the refusal of management. The SAG  
was willing to allow TVA to have jurisdiction over some films, but it  
also thought the technicians of the industry should determine which films  
jurisdiction it retained.

---

<sup>1</sup> Broadcasters, p. 11, 12, 13, 14.

<sup>2</sup> Slide, p. 11, 12, 13, 14.

<sup>3</sup> MS.



In spite of the difficulties involved Television Authority, projected as the one big talent union for television, was born in November 1949. It was in spite of negative ballots by the two film unions--the Screen Actors Guild and the Screen Extras Guild--that the international board of the AAAA's voted TVA into existence at a board meeting in New York. But when born, TVA took a position alongside the two film guilds as a branch of the AAAA's. Among the branches voting for TVA were: American Federation of Radio Artists, American Guild of Variety Artists, American Guild of Musical Artists, Chorus Equity, and Actors Equity Association. It was most disappointing for all concerned that the new union was born with the threat that there would be more than one talent union in television. It was the intention of the AAAA's to solve the problem by mediation.

According to Paul Dullzell, who had come out of retirement to become national president of the Four A's, TVA was voted into existence under the following limitations: "With the express understanding that Television Authority shall agree to mediate all matters that may be in dispute with the Screen Actors Guild and the Screen Extras Guild."<sup>1</sup>

Mr. Dullzell further stated:

The offer of mediation points the way to a peaceable and just settlement, fulfills the need of the television performers to organize and will preserve harmony among all actors no matter where they work.

---

<sup>1</sup> Broadcasting, Nov. 21, 1949, p. 49

In spite of the difficulties involved Television Authority, projected as the one big talent union for television, was down in November 1949. It was in spite of negative publicity by the two film unions--the Screen Actors Guild and the Screen Writers Guild--that the international board of the AAAA's voted TV into existence at a board meeting in New York. But when down, TV took a position alongside the two film guilds as a branch of the AAAA's, among the branches voting for TVA were: American Federation of Radio Artists, American Guild of Variety Artists, American Guild of Musical Artists, Theatre Guild, and Actors Equity Association. It was most disappointing for all concerned that the new union was born with the first of these would be more than one talent union in television. It was the intention of the AAAA's to solve the problem by mediation.

According to Paul Hulszki, who had been one of the negotiators to become national president of the AAAA's, TVA was voted into existence under the following limitations: "With the express understanding that Television Authority shall agree to mediate all matters that may be in dispute with the Screen Actors Guild and the Screen Writers Guild."

Mr. Hulszki further stated:

The offer of mediation holds the way to a possible and just settlement. Hulszki has said of the television performers to organize and will preserve harmony among all actors no matter where they work.

It is inconceivable that actors should be involved in any controversy when a way to avoid it could so easily be accepted. It is sincerely hoped that the actors of America will compose their differences through the peaceable and traditional procedure of mediation. I earnestly urge them to do so since the need for organization is pressing and cannot be long delayed.<sup>1</sup>

The SAG immediately countered the statement by Mr. Dullzell with the following communication:

The statement issued by the 4 A's regarding Wednesday's action by the 4 A's board, in creating a new actors union, omits a most important fact, namely, that the resolution voted by the board specifically withholds action on the issue of jurisdiction, that is, the 4 A's board has not attempted at this time to invest in TVA authority to represent performers in motion pictures made for television.

In accordance with the previously announced position of Screen Actors Guild and Screen Extras Guild, these film guilds would resist any such move. The guilds await word from the eastern talent unions regarding a proposal for an equal partnership in the field of television which is being explored by the various talent unions. The guild's offer of mediation, where necessary, still remains.<sup>2</sup>

The reference to an offer by the SAG to mediate is different from the mediation proposal of the TVA proponents. The latter wanted to mediate the entire film jurisdiction question. SAG wanted to mediate only a "so-called gray area or shadowland" comprising film spot commercial announcements and film inserts, retaining jurisdiction of the rest of the film television field.

---

<sup>1</sup> Broadcasting, November 21, 1949, p. 49

<sup>2</sup> Ibid.

If it is inevitable that a certain amount of money should be involved in any controversy when a way to avoid it could be easily be accepted, it is inevitable that the money of America will continue to be distributed through the economic and financial practices of industry. I earnestly urge that to do so through the work of organization is pressing and cannot be left to chance.

The SAC immediately converted the statement by Mr. Bellotti into the following communication:

The statement issued by the W.A.'s regarding Kennedy Day's action by the W.A.'s board in covering a new action union, which is most important fact, namely, that the resolution voted by the board essentially prohibits action on the issue of jurisdiction, that is, the W.A.'s board has not attempted to take any action in the W.A.'s authority to represent workers in action picture and for delivery.

In accordance with the previous announced position of Screen Actors Guild and Screen Writers Guild, these film unions would resist any such action. The unions await word from the Screen Actors Guild union regarding a proposal for an action picture in the field of television which is being prepared by the various film unions. The union's action of resistance, where necessary, will continue.

The reference to an offer by the film unions to deliver from the mediation proposal of the IWA (proposal), the latter wanted to release the entire film jurisdiction question. The union wanted to release only a "so-called gray area or shadowland" concerning film and commercial announcements and film contracts, retaining jurisdiction of the rest of the film jurisdiction field.

I  
S  
1944  
November 11, 1944, p. 10

On December 31, 1949 the executive committee of the board of directors of the Screen Actors Guild sent a telegram to TVA (Television Authority) stating that they would be glad to seek a solution to the television jurisdictional tangle. An added stipulation was that the meeting would have to be held in Hollywood. Furthermore the SAG indicated that its willingness to reopen negotiations was not to be taken as a weakness in its stand for equal status between the film and "live" unions in the television field.<sup>1</sup>

In 1950 developments within the organization of the Associated Actors and Artistes of America indicated that an industry-wide union in the television field was nearer realization than before. Paid executives and counsel of talent unions were being asked to return to committee planning meetings. Formerly, when no progress was being made, they were excluded from meetings of the committee, composed of presidents and members of each of the key unions concerned.<sup>2</sup>

The disappointing aspect of the television jurisdictional disputes is that they have never been entirely settled. Perhaps the key to failure was the limiting of Television Authority at the time of its conception to the status of a branch in the AAAA's. This, of course, does not mean that TVA has not been successful. On the contrary it has been highly successful in its negotiations with the networks. Its

---

<sup>1</sup> Billboard, Jan. 7, 1950, p. 8

<sup>2</sup> Broadcasting, April 25, 1950, p. 11

On December 31, 1949, the executive committee of the board of directors of the Screen Actors Guild sent a telegram to TVA (Television Authority) stating that they would be glad to seek a solution to the television jurisdictional conflict. An added stipulation was that the meeting would have to be held in Hollywood. Furthermore, the SAG indicated that its willingness to reopen negotiations was not to be taken as a weakness in its stand for equal status between the film and "live" unions in the television field.<sup>1</sup>

In 1950 developments within the organization of the associated actors and affiliates of America indicated that an industry-wide union in the television field was nearer realization than before. This executive and counsel of talent unions were being urged to return to committee planning meetings. Formerly, when no progress was being made, they were excluded from meetings of the committee, composed of presidents and members of each of the key unions concerned.<sup>2</sup>

The disappointing aspect of the television jurisdictional disputes is that they have never been entirely settled. Perhaps the key to failure was the limiting of television authority at the time of its conception to the status of a branch in the SAG's. This, of course, does not mean that TVA has not been successful. On the contrary it has been highly successful in its negotiation with the network. It

<sup>1</sup> Billboards, Jan. 1, 1950, p. 8.

<sup>2</sup> Broadcasting, April 25, 1950, p. 11.

failures have been as they have always been in matters of jurisdiction. The American Federation of Radio Artists has been able to hold its strong position in the television field because of its long association with the networks and radio stations. This organization now bears the name of the American Federation of Television and Radio Artists (AFTRA) and sets its own minimum pay scales. The other branches of the Associated Actors and Artistes of America have never surrendered their respective autonomies to the parent or any other organization. Strangely enough the American Guild of Variety Artists has been most vocal in support of the idea of an industry-wide television union. The AGVA gave AFTRA a great deal of trouble when the idea was first advanced by the latter organization. With regard to the film unions, the Screen Actors Guild and the Screen Extras Guild, they still hold jurisdiction and contracts with the major motion picture studios. This is largely because Hollywood has been reluctant to release its Class A pictures to television audiences. Many producers of spot announcements on film for commercial television use have not made union contracts. The American Federation of Musicians has achieved a degree of stability in the television industry because of its own negotiations.

failures have been as they have always been in matters of jurisdiction.

The American Federation of Radio Artists has not been able to hold the strong position in the television field because of its long association with the network and radio stations. This organization now bears the name of the American Federation of Television and Radio Artists (AFTRA).

and sets its own minimum pay scales. The other members of the association actors and artists of America have never surrendered their respective autonomy to the parent or any other organization. Strongly opposed the American Guild of Variety Artists has been most vocal in support of the idea of an industry-wide television union. The AGVA gave rise a great deal of trouble when the idea was first advanced by the former organization. With regard to the film union, the Screen Actors Guild and the Screen Extras Guild, they still hold their own and cooperate with the major motion picture union. This is largely because Hollywood has been reluctant to release its union A picture to television studios. Many producers of spot announcements or film for commercial television use have not made union contracts. The television industry of America has achieved a degree of stability in the television industry because of its own negotiations.



## CHAPTER VII

### THE UNIONS AND TELEVISION

#### Background

Although television as a mass entertainment and commercial advertising medium has been in existence only since 1941, a motion picture was televised as early as 1925.<sup>1</sup> In 1926 Variety carried a banner headline proclaiming General Electric's announcement that "Radio Artists May Be Seen and Heard."<sup>2</sup> As early as 1928, RCA began its experiments in television. That same year General Electric's WGY carried the notification ceremonies of Alfred E. Smith as the Democratic presidential candidate from the steps of the state capitol in Albany. By 1931 Chicago had a thousand television sets in operation and two or three hours entertainment daily.<sup>3</sup> The costs of early telecasting were staggering to such station operators because the FCC at that time had banned commercial advertising. In the depths of the depression there were about 30,000 television viewers in this country and twelve stations. By 1939 New York had less than five hundred sets in operation at a cost of \$600 apiece.<sup>4</sup> On June 7, 1939 the Max Baer-Lou Nova fight was telecast from Yankee Stadium. The first

---

<sup>1</sup> Green and Laurie, op. cit., p. 240

<sup>2</sup> Ibid.

<sup>3</sup> Ibid., p. 363

<sup>4</sup> Ibid.

Background

Although television as a mass entertainment and general advertising medium has been in existence only since 1939, its history picture was televised as early as 1830. In 1830, Walter carried a banner headline proclaiming general television's announcement that "Radio Artists May Be Seen and Heard." As early as 1830, the page its experiments in television. Just the year general television's WBY carried the notification concerning its first 1.5 hour as the Democratic presidential candidate from the state of New York in Albany. By 1933 Chicago had a television television in the city and two or three hours entertainment. The first television station television were operating to each station a separate between the FCC at that time had issued commercial broadcasting. In the decade of the depression there were about 30,000 television viewers in this country and twelve stations. By 1939 New York had been seen five hundred sets in operation at a cost of \$100 million. On June 1, 1939 the Max Baer-bol Road City was telecast from Yankee Stadium. The first

- 
- 1 Green and Landis, op. cit., p. 211.
  - 2 Ibid.
  - 3 Ibid., p. 209.
  - 4 Ibid.

actual commercial telecast originated from the New York World's Fair in April 1939. David Sarnoff of RCA opened this history-making event by simply stating, "Now, at last, we add sight to sound."<sup>1</sup>

By July 1949 there were 75 television stations operating commercially and 42 under construction. In addition the Federal Communications Commission had "frozen" 331 new applications for stations.<sup>2</sup> Since 1942 there had been increasing advertising expenditures to a peak of 4.3 billion dollars in 1947.<sup>3</sup> The ways and means that organized labor was to share in this new industry began to take form as the field developed. In most instances the radio unions already well established sought to extend their jurisdictions to the new medium. Unions in most cases sought to cooperate with the telecasters in keeping costs down and keeping their "fingers in the pie." Because of the technicalities involved in telecasting almost overnight there appeared a "cold war" not unlike the political one currently waged between East and West. The American Federation of Radio Artists on the East Coast was in conflict with the Screen Actors Guild on the West Coast. AFRA maintained what it thought was its natural rights in the broadcasting field; the SAG claimed jurisdiction for all films made for television. The fight was extended between the moving picture machine operators allied with the film industry and the broadcast engineers

---

<sup>1</sup> Green and Laurie, p. 424

<sup>2</sup> U. S. Department of Commerce, Television as an Advertising Medium, 1950 p. 1

<sup>3</sup> Ibid.

several commercial releases originated from the New York World's Fair in April 1939. Level 30000 of the central area display-reading event by simply reading "now, at last, we are able to do it."

By July 1939 more were to be released as long operating units daily and in other connections. In addition the Federal Communications Commission had proposed the new regulations for stations.

Since 1932 there had been numerous interesting experiments in a field of 0.3 billion cycles in 1935. The wave and many first organized labor was to show in this new industry when it came to the field developed. In most instances the radio unions already well established sought to extend their jurisdiction to the new medium.

Unions in most cases sought to cooperate with the industry in keeping costs down and keeping the "cold war" in the air. Technicalities involved in television, which were not generally known, a "cold war" not unlike the political one existing between East and West. The technical complexities of radio circuits on the East Coast was in conflict with the Eastern labor union on the West Coast. IRTA maintained that it thought was the normal rights in the broadcast field; the IRTA claimed jurisdiction for all time with the television. The fight was extended between the working people and operators allied with the film industry and the broadcast engineers.

- 
- 1 Green and Lewis, p. 122
  - 2 U. S. Department of Commerce, Television as an Industry Medium, 1939, p. 1
  - 3 1939

affiliated for years with the broadcasting industry. A third force, not altogether neutral, was the continuing battle of the musicians with technology.

#### The Musicians and Television

The American Federation of Musicians was outstanding in its cooperation with television producers when the new industry was started back in 1943. Musicians were allowed to perform on telecasts at a standard rate of \$18 per hour. However, in February 1945, musicians were suddenly prohibited from appearing on telecasts of any description. And in 1946 films containing music were banned from television stations. The peaceful co-existence was at an end because of the musicians' fear of the kinescope. The kinescope was a device for recording telecasts and not unlike the phonograph record in its implications. The musicians felt that they lost control of the end-product of their work after kinescoping. An association of telecasters would be able in a few years to have enough kinescopes on hand to put musicians out of work or to gain a better bargaining position in the event of a strike. The ban on film sound tracks had a precedent in its agreement with motion picture producers the union had long prohibited the "dubbing" or exchanging of sound tracks from one film to another. The real fear entertained by the musicians was the loss of \$23,000,000 per year in wages paid by the radio industry.<sup>1</sup> Obviously the kinescope was a necessity in the early days of the networks. Micro-wave and coaxial

---

<sup>1</sup> Leiter, op, cit., p. 173

affiliated for years with the broadcasting industry. A third force,

not altogether neutral, was the continuing desire of the musician

with technology.

#### The Musicians and Television

The American Federation of Musicians was concerned in its cooperation with television producers when the new industry was started back in 1943. Musicians were allowed to perform on telecasts at a standard rate of \$16 per hour. However, in February 1946, musicians were suddenly prohibited from appearing on telecasts of any description. And in 1946 films containing music were banned from television stations. The peaceful co-existence was at an end because of the musicians' fear of the kinescope. The kinescope was a device for recording television and not unlike the phonograph record in its limitations. The musicians felt that they lost control of the end-product of their work after kinescoping. An association of telecasters would be able in a few years to have enough kinescopes on hand to put musicians out of work or to gain a better bargaining position in the event of a strike. The ban on film sound tracks had a precedent in its agreement with motion picture producers the union had long prohibited the "padding" or expanding of sound tracks from one film to another. The real loss entailed by the musicians was the loss of \$23,000,000 per year in wages paid by the radio industry.<sup>1</sup> Obviously the kinescope was a necessity in the early days of the network. Micro-wave and coaxial

<sup>1</sup> Letter, op. cit., p. 173

cable transmissions were not as yet practical. For a network to sell more than local coverage to advertisers the kinescope was the only technique possible. Undoubtedly the action of the musicians retarded somewhat the development of the industry during these early years.

In the negotiations for an end to AFM's television ban one of the prime considerations was the length of time any possible contract should run. Initial scales of wages in the industry were low, and it was possible that the musicians would accept a low rate of pay. However, they did not want to be committed to a long-run contract calling for scales below what they had enjoyed in radio broadcasting. In March 1948 Petrillo announced, "We (the AFM) will give them (the networks) thirty days in which to sell 13 weeks."<sup>1</sup> In other words the AFM was holding out for short-run contracts. At the end of each thirteen-week period, the contract would presumably be renegotiated in order to give the musicians fairer treatment in keeping the wage scales in proper proportion to increased video circulation.

There was some speculation in the advertising circles during the spring of 1948 that the scale for musicians would be comparatively high. The McCann-Erickson Agency attempted to get a price from the AFM covering the use of fourteen musicians on the Lanny Ross program over NBC. The McCann-Erickson producer was willing to pay as high as \$600 for the musicians--but it apparently was not enough.<sup>2</sup> The producer

---

<sup>1</sup> Billboard, April 10, 1948, p. 13

<sup>2</sup> Ibid.

cable transmissions were not as yet possible. A network to call  
 more than local coverage to advantage. The telephone was the only  
 technical possibility. Unfortunately the weather at the time was so bad  
 that the development of the industry is being held up.  
 In the negotiations for an end to the military situation the  
 the main considerations were the length of the day possible during  
 should run. Initial prices of wires for the industry were low, and it  
 was possible that the situation would involve a low rate of rate.  
 However, they did not want to be committed to a long-run contract  
 calling for certain rates until they had received the necessary  
 in March 1948. The situation was such that all the lines (the  
 networks) thirty days in which to sell it. In other words the  
 AFD was holding out for short-term contracts. At the end of each  
 thirteen-week period, the contract would be renewed, the responsibility  
 order to give the business later. It was in keeping the same  
 in proper proportion to increased value of circulation.  
 There was some speculation in the electrical circles during  
 the spring of 1948 that the price for electrical wire would be considerably  
 high. The industry was very anxious to get a price for the  
 AFD covering the use of electrical wire in the long term program  
 over WBC. The industry was willing to pay as high as  
 3000 for the material--but it apparently was not enough. The industry

---

1. Billings, "Data for 1948", p. 11

2. Ibid.



pointed out that the rate offered was approximately one-half the regular radio rate and fairly high in view of the limited television circulation. "It's not a question of what is fair," he added, "but what is possible."<sup>1</sup>

In March 1948 the American Federation of Musicians finally signed a contract agreement with the television networks. The scale arrangement called for seventy-five percent of the broadcast scale and no increase in wages and employment for three years. The locals were to make scale provisions for independent television stations. This agreement hailed as progressive did not work out too well in practice. A portion of the musical comedy, "High Button Shoes", was to be televised over WCBS-TV on the telecast, "Tonight on Broadway". Before curtain-time a committee of musicians from the stage show orchestra appeared at the office of Local 802 to protest the television scale. The local referred the matter to the AFM national office, which in turn told the musicians they did not have to work for seventy-five percent of the broadcast scale if they did not want to. The men finally did work, but obtained full broadcast scale for the half-hour telecast, and almost two-thirds of the broadcast scale for a two-hour rehearsal.<sup>2</sup>

On April 1, 1949 a new contract for one year was signed by the AFM and the television networks. The basic scale for networks programs

---

<sup>1</sup> Billboard, April 10, 1948, p. 13

<sup>2</sup> Billboard, May 1, 1948, p. 12

pointed out that the rate offered was approximately one-fifth the regular radio rate and fairly high in view of the limited television circulation. "It's not a question of what we can do," he added, "but what is possible."

In March 1953 the American Television & Radio Council finally signed a contract agreement with the National Television Network, Inc. The contract provided for a two-year term, with no increase in wages and no increase in advertising for three years. The contract also provided for independent television stations. This agreement called for a representative bid for work on the well in practice. A portion of the contract reads, "The first year of the contract shall be for a period of one year, beginning on the date of the signing of this contract and ending on the date of the expiration of the contract." The local referred to in the contract is the National Council, which in turn told the members they did not have to work for seven years, but that the contract shall be for a period of one year, beginning on the date of the signing of this contract and ending on the date of the expiration of the contract. The contract also provided for a two-year term, with no increase in wages and no increase in advertising for three years. The contract also provided for independent television stations. This agreement called for a representative bid for work on the well in practice. A portion of the contract reads, "The first year of the contract shall be for a period of one year, beginning on the date of the signing of this contract and ending on the date of the expiration of the contract."

On April 1, 1953, a new contract for one year was signed by the ATN and the television network. The new contract provided for a two-year term, with no increase in wages and no increase in advertising for three years. The contract also provided for independent television stations. This agreement called for a representative bid for work on the well in practice. A portion of the contract reads, "The first year of the contract shall be for a period of one year, beginning on the date of the signing of this contract and ending on the date of the expiration of the contract."

<sup>1</sup> Billboard, April 10, 1953, p. 13.  
<sup>2</sup> Billboard, May 1, 1953, p. 12.

previously three-quarters of the standard broadcast scale, was raised to 90% of the broadcast scale. On local telecasts, the minimum, previously two-thirds of the broadcast scale, was upped to 80% of that scale. Translated to dollars the scales were approximately as follows: on network programs the rate was raised from \$13.50 to \$16.20 for a half-hour or less; on programs more than 30 minutes, but not more than one hour, the former scale of \$17.25 was raised to \$20.70. The local program scale for thirty minutes or less was \$12 and was raised to \$14. On programs more than thirty minutes, but less than one hour, the former scale of \$15.33 was raised to \$18.40.<sup>1</sup> This particular pact did not cover scales for musicians on film. Agreement in the film field were still to be worked out.

One of the reasons for the delay in the film field was that the AFM extended its pact with the motion picture producers in the fall of 1948. The contract covered some five hundred musicians who worked at the rate of \$13.30 an hour, with a minimum of three hours on any call. Companies covered in the agreement were MGM, Paramount, 20th Century-Fox, RKO, Republic, Warner Brothers, Universal, and Columbia. Reason for the accord on the status quo terms was given in a joint statement on both sides. Economic difficulties were apparent in the motion picture business. Petrillo told the producers the union was taking cognizance temporarily of existing economic conditions. The union reserved the right to reopen negotiations at a more appropriate time.<sup>2</sup>

---

<sup>1</sup> Billboard, April 9, 1949, p. 5

<sup>2</sup> Ibid., Sept. 4, 1948, p. 3

previously three-quarters of the standard broadcast scale, was raised to 90% of the broadcast scale. On local telecasts, the minimum, previously two-thirds of the broadcast scale, was raised to 80% of that scale. Translated to dollars the rates were approximately as follows:

On network programs the rate was raised from \$13.00 to \$16.00 for a half-hour or less; on programs more than 30 minutes, but not more than one hour, the former scale of \$11.00 was raised to \$14.00. The local program scale for thirty minutes or less was \$8.00 and was raised to \$10.00. On programs more than thirty minutes, but less than one hour, the former scale of \$10.00 was raised to \$13.00. This particular act did not cover scales for newscasts on live, agreement in the film field were still to be worked out.

One of the reasons for the delay in the film field was that the ANM extended its pact with the motion picture producers in the fall of 1948. The contract covered some live featured newscasts who worked at the rate of \$13.00 an hour, with a minimum of three hours on any call. Companies covered in the agreement were NBC, Paramount, 20th Century-Fox, RKO, Republic, Warner Brothers, Universal, and Columbia. Reason for the accord on the status quo terms was given in a joint statement on both sides. Economic difficulties were apparent in the motion picture business. For this reason the producers had made taking cognizance temporarily of existing economic conditions. The union reserved the right to reopen negotiations at a more propitious time.

1 Billboard, April 9, 1949, p. 3  
 2 Time, Sept. 1, 1948, p. 3

In 1951 an agreement extending for three years was reached between the AFM and the networks. A strike had been threatened in New York and the matter was turned over to the national for settlement. Briefly the gains of the AFM were as follows: general increase of wage scales to fifteen percent; two-weeks vacations; wage rates equalized between television and radio; and simulcasting permitted at higher rates. On the debit side of the ledger the amount of recorded music was not to be reduced and more musicians were not to be employed. Kinescopes were allowed to be shown in any city not receiving the original telecast. Approximately at the same time accord was forthcoming on the use of films. Any films leased by the networks for television would require a five percent contribution to the Musical Performance Trust Fund. The same year the AFM signed the first agreements with motion picture companies for producing television films. Republic and Monogram signed on the management side. Music scores were not to be replayed, and five percent of the leases were to be paid to the Musical Performance Trust Fund.

#### The Radio and Television Directors' Guild

The classical and academic question of whether foremen should be union members had its counterpart in the Radio and Television Directors Guild's struggle for recognition. The problem had been settled in the American Federation of Musicians where symphony conductors were union members even though there was some dispute with the American Guild of Musical Artists over this question. As early as November 1948, strike action had been contemplated against WJZ-TV by

In 1951 an agreement was reached between the AEA and the network. A contract had been entered into New York and the matter was turned over to the national for settlement. Briefly the terms of the AEA were as follows: General increase of wages scales to fifteen to twenty-five percent; minimum wage rates equalized between television and radio; and abolition of overtime at higher rates. On the debit side of the ledger the amount of recorded work was not to be reduced and more maintenance work not to be assigned. Lenses were allowed to be worn in any day not receiving an original telecast. Approximately the same time record was made coming on the use of film. Any film issued by the network on television would result in a few weeks' contribution to the national performance fund. The same year the AEA signed the first agreement with motion picture companies for producing television films. Radio and television agreed on the national fund. Some scores were not to be played, and five percent of the fund was to be paid to the national performance fund.

The Radio and Television Directors' Guild

The classical and academic tradition of western European music is union members and its counterpart in the radio and television Directors Guild's struggle for recognition. The guild had been settled in the "American Federation of Music" and have typically members were union members even though they had some dissent with the American Guild of Musical Artists over the matter. In early November 1948, strike action had been completed against A.M.A. by

the RTDG. Negotiations had been deadlocked concerning a pact for director, associate directors and floor managers.<sup>1</sup> Nothing was accomplished at a hearing before the State Mediation Board of New York. ABC, the network affiliation of WJZ-TV, restated its original position at the hearing. This position was for the union to get itself certified by the NLRB before it would seriously consider such a contract. The network considered the directors as supervisory personnel and not subject to union jurisdiction. ABC extended its view to all of its outlets. The directors reply to the network's attitude was that it was "determined to get a contract in all categories."<sup>2</sup>

Certification by the NLRB was realized by the RTDG, and contracts for one year were signed with ABC, CBS, and NBC. When these contracts expired December 31, 1949 new demands were made by the Guild. Among them were abolition of kickbacks on commercial or talent fees; demand for commercial fees for local as well as network television shows; minimum daily call-in pay of five hours for television directors.<sup>3</sup> The kickback, a method whereby a director pays or returns part of his fee in order to get a particular assignment, has been long opposed by both management and labor. The system has been notoriously ignored and unofficially subscribed to by musicians. Most unions have clauses in their contracts prohibiting such practices.

---

<sup>1</sup> Billboard, Nov. 27, 1948, p. 5

<sup>2</sup> Ibid.

<sup>3</sup> Billboard, Feb. 12, 1949, p. 15

the ITDO. Negotiations had been conducted in a spirit of  
 Director, associate directors and their managers. The  
 accomplished at a hearing before the House on March 1st of last  
 York. ABC, the network affiliation of ABC-TV, retained the original  
 position of the hearing. This position was the main to get  
 itself certified by the NLRB before it could actually consider such  
 a contract. The network considered the director as representing  
 personnel and not subject to union jurisdiction. ABC extended its  
 view to all of its outlets. The directors copy to the network's  
 attitude was that it was "intended to be a contract in all

categories."

Certification by the NLRB was sought by the ITDO, and the  
 contracts for one year were signed with ABC, CBS, and NBC. The  
 contracts expired December 31, 1959 and contracts were not by the union.  
 A "only then were abolition of contracts as a condition of relief sought  
 demand for commercial fees for local as well as national television shows;  
 minimum daily fee of five hours for national television shows. The  
 kickback, a method whereby a director pays or receives part of his fee  
 in order to get a particular contract, has been long opposed by union  
 management and labor. The system has been notoriously favored and  
 unofficially supported by managers. Local unions have always in  
 their contracts prohibited such practices.

- 
- 1 Hillborn, Rev. St. Louis, Mo.
  - 2 Id.
  - 3 Hillborn, Rev. St. Louis, Mo.



### Television Writers

Script-writing in radio broadcasting has long been one of the lower paid jobs in the industry. The salaries involved are likely to resemble the "piece-rate" wages paid in manufacturing industries. In other words the writer is paid by the length of script and not by an hourly rate. The Author's League reported early in 1949 that fees for commercial television scripts were leveling off at scales about equal to those of radio broadcasting.<sup>1</sup> Sustaining scripts were paid for at a lower rate. According to the report prices paid ranged from \$25 to \$100 for scripts less than fifteen minutes, \$100 to \$250 for fifteen minute scripts, and \$200 to \$750 for half-hour shows.<sup>2</sup> The lowest rate for television script writing was paid by WRGB, Schenectady, N. Y., which paid a dollar per minute and owned all the rights to the script.<sup>3</sup> Television writers were paid about forty percent less in the Middle West than in the East.<sup>4</sup>

The Author's League was acting as a clearing house union until the Television Writers' Guild was organized. Here again was a grave jurisdictional problem. The Author's League was attempting to coordinate the activities of the Screen Writers Guild, the Dramatists' Guild, the

---

1 Billboard, Feb. 12, 1949, p. 15

2 Ibid.

3 Billboard, July 30, 1949, p. 9

4 Ibid.

Television Writers

Script-writing in radio programs is low paid and the lower paid jobs in the industry. The writer's income is fixed to resemble the "piece-rate" writer paid in commercial industries. In other words the writer is paid by the length of script and not by an hourly rate. The author's lawyer reported early in 1954 that 100 for commercial television scripts were being sold at a price equal to those of radio syndication. The writer's script was paid for at a lower rate, according to the writer's lawyer, ranging from \$25 to \$100 for scripts less than fifteen minutes, \$100 to \$250 for fifteen minute scripts, and \$250 to \$500 for half-hour scripts. The lowest rate for a half-hour script was a flat fee of \$250. Subsequently, a writer's lawyer reported that the writer's lawyer had the rights to the script. Television writers were paid about 10 percent less in the middle years than in the late 1940s. The author's lawyer was asking for a 10 percent increase in the late 1940s. The television writers' Guild was organized in 1947 and has a very jurisdictional problem. The writer's lawyer is asking for a 10 percent increase in the activities of the writer's Guild, the International, which, the

- 
1. Billboard, Feb. 19, 1954, p. 12.
  2. Ibid.
  3. Billboard, July 30, 1954, p. 12.
  4. Ibid.

Radio Writers' Guild, and Associated Film Writers, and the proposed Television Writers' Guild. In July 1949 a National Television Committee was set up as a depository for television jurisdiction. The National Television Committee was composed of twenty-six members, thirteen members representing the East Coast writing unions and the same number representing the West Coast. Some disagreement was anticipated between the Eastern unions and the Screen Writers Guild over the question of the authors retaining all rights other than original telecasts. The Screen Writers Guild contracts with the motion picture industry do not give writers control over residual rights. Temporarily the Screen Writers Guild accepted the proposals of the NTC and the Author's League in this direction. With the formation of the Television "riter's Guild under the jurisdiction of the NTC collective bargaining was to be instituted for the television script writers.

Radio Writers' Guild, and Associated Film Writers, and the  
Television Writers' Guild. In July 1948 a National Television  
Committee was set up as a disposition for television jurisdiction.  
The National Television Committee was composed of twenty-six members,  
thirteen members representing the East Coast writing unions and  
the same number representing the West Coast. Some disagreement  
was anticipated between the radio unions and the Screen Writers Guild  
over the question of the authors retaining all rights other than  
original telecasts. The Screen Writers Guild contracts with the  
motion picture industry do not give writers control over residual  
rights. Temporarily the Screen Writers Guild accepted the provisions  
of the NTC and the Author's League in the jurisdiction. The  
formation of the Television Writers' Guild was the result of  
of the NTC collective bargaining was to be limited for televi-  
sion script writers.

## CHAPTER VIII

### CONCLUSION

It is difficult to draw general conclusions from the study of labor-management relations in the radio broadcasting and television fields. The various ways and means used by the several unions involved to gain recognition and power make general conclusions dangerous. Some of the more established unions, such as the musicians union, have a long history of collective bargaining with broadcasters. They have shown a high degree of stability in following their objectives, but they have also engaged in strikes and questionable labor practices. The jurisdictional disputes have contributed little to industrial peace in the broadcasting-television industry. Rivalry among unions for power through increased memberships and dues revenues often exhibits more competition than that displayed by the broadcasters themselves. Often the jurisdictional disputes have been more intense than any disagreement between performers and employers. Technological change has caused a great amount of intra-union strife. Some unions become possessive over jobs which technology later allocates to another union. There is a tendency for the unions to attempt to retain certain job classifications within their jurisdictions as well as their members.

One criticism of the work herewith presented might be the constant emphasis on the musicians' unions. This emphasis is by no means unintentional. In addition to having the longest history

## CHAPTER VIII

### CONCLUSION

It is difficult to draw general conclusions from the study of labor-management relations in the field of broadcasting and television fields. The various ways and means used by the several unions involved to gain recognition and power have general conclusions dangerous. Some of the more successful unions, such as the musicians union, have a long history of collective bargaining with broadcast. They have shown a high degree of stability in following their objectives, but they have also engaged in strikes and jurisdictional labor practices. The jurisdictional disputes have contributed little to industrial peace in the broadcast-television industry. rivalry among unions for power through increased membership and dues revenues often exists more competition than that displayed by the broadcast-television industry. Often the jurisdictional disputes have been more intense than any disagreement between performers and employers. Technological change has caused a great amount of intra-union strife. Some unions become possessive over jobs which technology later allocates to another union. There is a tendency for the unions to attempt to retain certain job classifications within their jurisdictions as well as their members.

One criticism of the work heretofore presented might be the constant emphasis on the musician's union. This emphasis is by no means unintentional. In addition to having the longest history

in the field of broadcasting-telecasting the musicians are the most representative of the radio unions with regard to resistance against technology. Technology is a problem faced by all entertainment unions especially as the field of television grows. The fact that television has been an unknown quantity in the entertainment field has caused many performer unions to take hasty and unwise precautions. Here again the blame is not altogether on the shoulders of the unions. Television has been feared by those who developed it, the broadcasting stations, and the motion picture producers.

An examination of the gains made by the musicians against technological unemployment at this time seems to be in order. One of the first prohibitions used by the American Federation of Musicians was against the use of previously recorded music in the motion picture industry. This prohibition was later used against the television industry when it began to fill its schedules with motion picture telecasting. The reason for this prohibition as well as the record ban directed against the radio stations was to increase employment among musicians. In prohibiting the use of previously recorded sound tracks the union rendered useless millions of dollars worth of music stored in studio libraries. In this action the union blindly subscribed to the "lump of labor" theory. This theory proposes that there is a given amount of work to be performed regardless of price. A curtailment of the productivity of some musicians would furnish employment

in the field of broadcasting, increasing the number of stations and the most representative of the radio industry, in regard to technology, against technology. Technology is a product of the industry, and the industry is a product of technology. The fact that television has been an industry, in the entertainment field has caused many workers to take part in various movements. However, the fact is that since the introduction of the motion picture industry, television has been forced to use the developed it, the broadcasting stations, and the motion picture producers.

An examination of the facts set by the various economic and technological movements in the industry, it is clear that the industry of the first prohibition used by the American television industry was against the use of recorded music in the motion picture industry. This prohibition was later used against the television industry when it began to kill the competition with motion picture technology. The industry's prohibition was as well as the record and direct against the radio station was to increase employment among musicians, and prohibiting the use of previously recorded sound tracks in motion picture studios. Millions of dollars worth of music stored in studio libraries. In this motion the music industry is a product of the industry of "labor" theory. This theory means that there is a given amount of work to be performed regardless of price, a certain amount of the probability of their production would through equipment.



to others. In the motion picture industry as it worked out in practice employment decreased rather than increased. The studios did not hire more musicians; they simply reduced the size of studio orchestras and music budgets. In the radio industry more musicians were not hired; substitutes for them were found in foreign and non-union musicians. AFRA and Equity enjoyed the same gains because an actor cannot work professionally without a union card. Through strong leadership the musicians were able to deal with jurisdictional disputes effectively. The actors and technicians in the broadcasting and television fields have not been able to display this leadership or settlement of jurisdictional differences. Written contracts with film companies and recording companies were successfully negotiated on all fronts by the musicians. Other unions have bargained successfully in their fields, but industry-wide contracts have been the exception rather than the rule.

The American Federation of Musicians has been accorded the distinction of being the subject of Congressional investigation. These investigations, unpleasant though they may have been, caused the abandonment of many abuses. However legislation caused by the investigations such as the Lea Act has not solved the unions technological problems. The direct result of the Lea Act was that networks and independent stations reduced the number of live musicians employed or eliminated them entirely.

to others. In the motion picture industry it worked out in  
practice employment decreased rather than increased. The studios  
did not hire more musicians; they simply reduced the size of studio  
orchestras and music budgets. In the radio industry more musicians  
were not hired; substitutes for them were found in foreign and  
non-union musicians. A.M.S. and S.M.A. enjoyed the same gains  
because an actor cannot work professionally without a union card.  
Through strong leadership the musicians were able to deal with  
jurisdictional disputes effectively. The actors and technicians  
in the broadcasting and television fields have not been able to  
display this leadership or settlement of jurisdictional differ-  
ences. With their contracts with the operators and recording  
companies were successfully negotiated on all fronts by the musi-  
cians. Other unions have bargained successfully in their fields,  
but industry-wide contracts have been the exception rather than  
the rule.

The American Federation of Musicians has been accorded the  
distinction of being the subject of Congressional investigation.  
These investigations, important though they may have been, caused  
the abandonment of many abuses. However legislation passed by  
the investigations such as the law for the union and the  
technological program. The direct result of the law for was  
that networks and independent stations reduced the number of live  
musicians employed or eliminated them entirely.

The one great contribution of the musicians in their fight against technological unemployment has been the welfare funds created from royalty payments. This idea was successfully projected into the film and television industries. No other entertainment union has been successful in obtaining a welfare fund from its employers. The musicians have been unsuccessful in extending the requirement of royalty payments to radio stations and juke box operators. The answer to the whole problem appears to be in the present copyright law. In Britain the law requires a royalty payment to a musician each time his record is used commercially. In the United States composers are protected and exact payment from radio stations for performance of songs. Musicians are paid well for recording but they are never paid a royalty for a repeat performance of the record. Royalty payments (to the Musical Performance Trust Fund) are required by the union from the sale of records. An alternative to new copyright legislation would be to limit the sale of records to home use. This would prevent independent radio stations from gaining their revenues solely from the end-products of recording musicians who are not paid for their use.

So far as the musicians are concerned their battle with mechanical music will be won or lost on the field of public opinion. The Musical Performance Trust Fund has been good public relations for the union, but some of the free concerts have been definitely inferior to what the audience can hear at home at the

The one great contribution of the musicians in their fight against technological unemployment has been the welfare funds created from royalty payments. This idea was necessarily projected into the film and television industries. No other entertainment union has been successful in obtaining a welfare fund from its employers. The musicians have been unsuccessful in extending the requirement of royalty payments to radio stations and juke box operators. The answer to the whole program appears to be in the present copyright law. In Britain the law requires a royalty payment to a musician each time his record is used commercially. In the United States concerts are protected and each payment from radio stations for performance of songs. Musicians are paid well for recording but they are never paid a royalty for repeat performance of the record. Royalty payments to the Musical Performance Trust Fund are required by the union from the sale of records. An alternative to new copyright legislation would be to limit the sale of records to home use. This would prevent independent radio stations from earning their revenues solely from the end-products of recording musicians who are not paid for their use.

So far as the musicians are concerned their battle with mechanical music will be won or lost on the field of public opinion. The Musical Performance Trust Fund has been good relations for the union, but some of the free concerts have been definitely inferior to what the audience can hear at home at the

turn of a radio or television dial. With an unemployment problem as large as the musicians claim to have it is evident that there are too many professional musicians. Here again the standards for admission to the union are not adequate, and the union should recognize that fact. In the introduction to this thesis it was speculated that perhaps in the future five hundred good musicians with excellent electronic equipment could supply the world's needs in music. This idea is similar to that advanced by proponents of push-button warfare. Armchair tacticians claim that no matter how big the bomb used in atomic warfare, foot-soldiers will still be needed. The same is true of recorded music. No matter how advanced the science of mechanical music becomes, nothing takes the place of live musicians. Education has often been advanced as an answer to most problems. In a limited way education may be part of the answer to the musicians' dilemma. Education to a degree could eliminate the cultural lag which causes the public to prefer mechanical musical entertainment. What has been said about the music of musicians can apply to the dramatic performances of actors. The theater may be dying, but its frequent revivals lead one to believe that rigor mortis has not as yet set in.

From one point of view it may be entirely possible that the entertainment unions in their fight against technological change have overlooked the solution of their problems by technology. Economist J. Frederick Dewhurst has recently pointed out

turn of a radio or television dial. With an unemployment problem  
 as large as the musician's it is hard to have it be evident that there  
 are too many professional musicians. There is the question  
 for admission to the union and the union should  
 recognize that fact. In the introduction to this thesis it was  
 speculated that perhaps in the future five hundred good musicians  
 with excellent electronic equipment could supply the world's needs  
 in music. This idea is similar to that advanced by proponents  
 of push-button warfare. Another musician claim that an enter-  
 how big the bomb used in atomic warfare, foot-soldiers will still  
 be needed. The same is true of recorded music. No matter how  
 advanced the science of mechanical music becomes, nothing takes  
 the place of live musicians. Education has often been advanced  
 as an answer to most problems. In a limited way education may  
 be part of the answer to the musician's dilemma. Education to a  
 degree could eliminate the cultural lag which causes the public  
 to prefer mechanical musical entertainment. What has been said  
 about the music of musicians can apply to the dramatic perfor-  
 mances of actors. The theater may be dying, but its present re-  
 vival lead one to believe that theater music has not yet died.  
 From one point of view it may be entirely possible that  
 the entertainment unions in their fight against technological  
 change have overlooked the solution of their problems by techno-  
 logy. Economist J. Frederick Dewhurst has recently pointed out

that "technology, in fact, can be thought of as the primary resource; without it all other resources would be economically nonexistent."<sup>1</sup> Television is the one entertainment medium wherein all the craft and talent unions of the theatre, motion pictures, and radio broadcasting are brought together. Legitimate actors lost their jobs with the introduction of motion pictures--they are finding them again in television. Stage hands belonging to IATSE were displaced by motion pictures. They found jobs in the motion picture industry as projectionists only to find that they had been replaced in television by broadcast engineers. Instead of completely fighting the change, the stage hands should retrain themselves as stage hands. Employment possibilities in television appear greater than ever before. The radio unions on the whole have made the transition to television without too much difficulty. In the case of directors and actors the radio unions have been successful in retaining their status in television often at the cost of a loss in artistic accomplishment. More often than not they lacked the technical know-how of Hollywood directors and actors who had years of experience in motion pictures. Although threatened with loss of employment Hollywood artists found out that television was able to supply more job opportunities.

On the management side of the picture their deep concern with highly paid talent often has caused them to overlook the craftsmen and technicians within the broadcasting-television

---

<sup>1</sup> Time, May 9, 1955, p. 23

... technology, in fact, can be thought of as the primary  
resource; without it all other resources would be economically  
nonexistent." Television is the one entertainment medium which  
all the craft and talent unions of the industry, motion pictures,  
and radio processing are proud to support. Legislative bodies  
last their jobs with the introduction of motion pictures--they  
are finding them again in television. The same holds true for  
LATAs were displaced by motion pictures. The same holds true for  
motion picture industry as professionals and to find that they  
had been replaced in television by broadcast engineers. Instead  
of completely fighting the change, the same people should retain  
themselves as a safe haven. Employment opportunities in television  
appear greater than ever before. The radio unions on the whole  
have made the transition to television without too much difficulty.  
In the case of directors and actors the same unions have been  
successful in retaining their status in television other than  
cost of a loss in artistic accomplishment. More often than not  
they lacked the technical know-how of Hollywood directors and  
actors who had years of experience in motion pictures. Although  
threatened with loss of employment Hollywood artists found out  
that television was able to supply some job opportunities.  
On the management side of the picture their own concern  
with highly paid talent often has caused them to overlook the  
craftsmen and technicians within the broadcasting-television



industry. This so-called neglect has caused a loss of morale among the technicians and they often feel that they have little in common with the talent unions. The National Labor Relations Act has activated many groups toward unionism that might have not necessarily needed it. Writers and directors may very well fall into this classification. The labor legislation of the thirties encouraged unionism, but failed to demand union responsibility as the price of union strength. The Taft-Hartley law has changed the situation with regard to union responsibility. In spite of the unions' efforts for repeal of the Taft-Hartley Act the legislation has contributed a degree of control that is not likely to be removed. Management was successful in keeping wage scales low when radio and television were infant industries. In most cases the unions cooperated with management often at great cost to individual performers. Now that television has become more mature there is a tendency on the part of the unions to neglect the price-cost relationship in their dealings with management.

Now that television has become of age the answer to the unions' technological problems and to management's requirements of stability in labor relations appears to be organization of telecasting on an industry-wide basis. The early efforts of the American Federation of Radio Artists toward merger of the talent unions were not without merit. Jurisdictional differences among the talent and craft unions in the television have been such that

industry. This so-called "wage" has caused a loss of status among the technicians and they claim that they have little in common with the labor unions. The National Labor Relations Act has activated many groups toward unions and it might have not necessarily needed it. Unions and directors may very well fall into this classification. The labor legislation of the thirties encouraged unions, but failed to teach what responsibility as the price of union membership. The labor-union law has changed the situation with regard to union responsibility. In spite of the unions' efforts for repeal of the labor-union law the legislation has provided a degree of control that is not likely to be removed. Management was especially in keeping with union law when unions and labor unions were in the industry. In most cases the union could be held with management of the industry cost to individual performers. Now that legislation has become more active there is a tendency on the part of the unions to neglect the price-cost relationship in their dealing with management.

Now that legislation has become of use the answer to the unions' technological problems and to management's requirements of stability in labor relations appears to be organization of the industry-wide union. The early efforts of the American Federation of Labor Unions toward unionism of the labor unions were not without merit. Unofficial differences among the labor and craft unions in the legislation have kept them that

a program for merger should be welcomed by both labor and management. Today we are watching the forces of both industry and labor as they tend to combine for greater stability. Even the long history of differences between the American Federation of Labor and the Congress of Industrial Organization appear to be ended in combination. Anyone well informed on events in current business cannot help but be cognizant of the mergers taking place among the large banking institutions of the country. On the side of labor as automation and technological innovations come into being programs for the guaranteed annual wage are promoted with greater possibilities for success. If these new concepts of labor demands are recognized leisure time for recreation and cultural pursuits will be enjoyed by more people than ever before. More leisure time means greater allocation of wage payments to entertainment. If television follows the pattern already established employment in the field will have to increase and so will the power of entertainment unions. Along with the factor of more leisure time it is important to consider the increasing population of the country. As the center of population moves westward it is unlikely that entertainment centers will be limited to New York, Chicago, and Los Angeles. Port cities such as Houston and New Orleans are already serious competitors with New York in the field of foreign trade. As population increases in other cities there is no reason why they cannot successfully compete in the entertainment field.

a program for merger should be welcomed by both labor and management. Today we are watching the forces of both industry and labor as they seek to combine for greater stability, even the long history of differences between the American Federation of Labor and the Congress of Industrial Organizations appear to be ended in combination. Labor will improve on events in current business cannot help but be cognizant of the changes taking place among the large banking institutions of the country. On the side of labor as automation and technological innovations come into being programs for the guaranteed annual wage are promoted with greater possibilities for success. It does not concepts of labor demands are recognized which are for more action and cultural pursuits will be enjoyed by more people than ever before. More leisure time means greater allocation of money payments to entertainment. It is evident that the pattern already established employment in the field will have to increase and so will the power of entertainment unions. Along with the factor of more leisure time it is important to consider the increasing population of the country. As the center of population moves westward it is unlikely that entertainment centers will be limited to New York, Chicago, and Los Angeles. New cities such as Houston and New Orleans are already serious competitors with New York in the field of foreign trade. As population increases in other cities there is no reason why they cannot successfully compete in the entertainment field.

When the Associated Actors and Artistes of America formed Television Authority (TVA) they made a great mistake in limiting the authority of the new union to a branch of the parent organization. With the proper charter this organization could have provided what its promoters had originally intended---the nucleus of an over-all television union. Because the need for some sort of union organization was urgent, the machinery for merger could not be put into effective use at that time. Thus the eastern radio unions more or less retained the jurisdiction they already had as did the western motion picture unions. The heart of the matter resolves in that there is no need for a performer to carry as many as five union cards in order to earn a living in television. This, of course, is an extreme case. It has been pointed out that the American Federation of Musicians have been relatively successful in their dealings with the television networks. How much more successful they would be by surrendering their autonomy to a television authority is problematical. However, as the situation stands there is always danger of a jurisdictional dispute with the American Guild of Musical Artists who remain active in television as a branch of the AAAA's. The same is true of the craft and technical unions. Traditionally they have had little in common with the talent unions. However jurisdictional problems would be considerably diminished if they were included on an industry-wide basis.

When the Associated Actors and Artists of America found  
Television Authority (TVA) they made a great mistake in limiting  
the authority of the new union to a branch of the present organi-  
zation. With the proper charter the organization could have  
provided what the promoters had originally intended---the nucleus  
of an over-all television union. Because the need for such a  
union organization was urgent, the machinery for merger could  
not be put into effective use at that time. Thus the earlier  
radio unions more or less retained the jurisdiction they already  
had as did the western motion picture unions. The heart of the  
matter resides in that there is no need for a performer to carry  
as many as five union cards in order to earn a living in televi-  
sion. This, of course, is an extreme case. It has been pointed  
out that the American Federation of Musicians have been relatively  
successful in their dealings with the television networks. How  
much more successful they would be by extending their autonomy  
to a television authority is problematical. However, as the  
situation stands there is always danger of a jurisdictional  
dispute with the American Guild of Musical Artists who remain  
active in television as a branch of the A.M.A.'s. The same is true  
of the craft and technical unions. Within each they have had  
little in common with the talent unions. However, jurisdictional  
problems would be considerably diminished if they were included  
on an industry-wide basis.

Both management and the public are concerned with the aims and goals of the entertainment unions. At the cost of over-simplification let us consider an answer to the question, "what do the performer unions want?" To use a word of Samuel Gompers some unionists would answer, "More." Others in the words of Actors Equity would answer, "Equality." Still the larger group of performers would answer, "Union."

Both management and the public are concerned with the  
aims and goals of the entertainment industry. At the core of  
over-simplification is a confusion of values. In the question  
"What do the performers really want?" the use of simple  
answers such as "more money" and "more fame" is the  
basis of actors' equity would answer, "No, really? Will the  
larger group of performers would answer, "No, really?"



BIBLIOGRAPHY

RECEIVED

## BIBLIOGRAPHY

## A. Books

- Bakke, E. Wight and Clark Kerr. Unions, Management and the Public, New York, 1948
- Green, Abel and Joe Laurie, Jr. Show Biz: from Vaude to Video. New York, 1951
- Leiter, Robert D. The Musicians and Petrillo, New York, 1953
- Miller, Merle. The Judges and the Judged, Garden City, N. Y., 1952
- Millis, Harry A. and Royal E. Montgomery, Organized Labor, New York, 1945
- Millis, Harry A. (ed), Twentieth Century Fund, How Collective Bargaining Works, New York, 1942

## B. Periodicals, Trade Publications, and Newspapers

Agnazine

Allegro

Billboard

Broadcasting

Down Beat

International Musician

New York Times

PM's Weekly

Time

Variety

BIBLIOGRAPHY

A. Books

Bakke, E. Wright and Clark Fore. Unions, Management and the Public, New York, 1940

Green, Abel and Joe Lasser, Jr. Show Us: From Verdict to Video, New York, 1951

Leifer, Robert D. The Industrial and Workingman, New York, 1953

Miller, Marie. The Judges and the People, Garden City, N. Y., 1952

Miller, Harry A. and David L. Company, Organized Labor, New York, 1945

Miller, Harry A. (ed.) Twentieth Century Union, New & Revised Bargaining Works, New York, 1952

B. Periodicals, Trade Publications, and Newspapers

Agassiz

Allegro

Bilbo

Broadsheet

Down Beat

International musician

New York Times

NY's weekly

Time

Variety

## C. Government Publications and Documents

Electrical Transcription Mfrs. 10 War Lab. Rep. 157,  
July 20, 1945

Employment and Earnings of Radio Artists. Report No. 3,  
Bureau of Labor Statistics, Washington, 1947

Employment and Outlook in Radio and Television Broadcasting.  
Bureau of Labor Statistics in cooperation with the  
Veterans Administration. Washington, 1949

National Broadcasting Company, Inc. 59 NLRB 478, Nov. 24, 1944  
and 61 NLRB 161, March 31, 1945

National Labor Relations Board v. E. C. Atkins & Co. 331  
U. S. 398, 403, May 19, 1947

National Labor Relations Board v. Gamble Enterprises, Inc.  
U. S. Supreme Court, No. 238, March 9, 1953

Prohibiting Certain Coercive Practices Affecting Radio  
Broadcasting, House of Representatives, Report No. 1508,  
79 Congress, 2 Session, January 29, 1946, Part 2  
(minority views), February 8, 1946

Public Service Responsibility of Broadcast Licensees.  
Federal Communications Commission, Washington, 1946

RCA Mfg. Co., Inc. v. Whiteman. 114 F 2d 86, CCA 2, July 25,  
1940; affirmed by U. S. Supreme Court, 311 U. S. 712,  
Dec. 16, 1940

Restrictive Union Practices of the American Federation of  
Musicians. Hearings before the Committee of Education  
and Labor, House of Representatives, 80 Congress,  
2 Session, January 13, 14, 15, 16, 19, 21, 22, 1948

Television as an Advertising Medium. U. S. Department of  
Commerce, Washington, 1950

United States v. American Federation of Musicians, 318 U. S.  
741, Feb. 15, 1943, affirming 47 F. Supp. 304, October  
14, 1942

Waring v. WDAS Broadcasting Station, Inc. 194 Atl. 631, Oct.  
8, 1937

U. S. Government Publications and Documents

Electrical Transmission Act, 1920, Act No. 23, 41 Stat. 1075, July 20, 1920

Employment and Earnings of Radio Artists, Report No. 2, Bureau of Labor Statistics, Washington, 1917

Employment and Outlook in Radio and Television Broadcasting, Bureau of Labor Statistics in cooperation with the Veterans Administration, Washington, 1937

National Broadcasting Company, Inc. v. National Labor Relations Board, 308 U.S. 1, 54 S.Ct. 276, 80 L.Ed. 156, 1934

National Labor Relations Board v. Radio Artists, 302 U.S. 376, 58 S.Ct. 203, 81 L.Ed. 273, 1932

National Labor Relations Board v. Radio Artists, 302 U.S. 376, 58 S.Ct. 203, 81 L.Ed. 273, 1932

Prohibiting Certain Coercive Practices Affecting Radio Broadcasting, House of Representatives, Report No. 1000, 79 Congress, 2 Session, January 23, 1926, 44 Stat. 1000 (minority view), February 3, 1926

Public Service Responsibility of Broadcast Stations, Federal Communications Commission, Washington, 1930

RCA Mfg. Co., Inc. v. Whiteman, 115 F.2d 85, 50-1 U.S. 115, 1941; affirmed by U. S. Supreme Court, 311 U.S. 127, 61 S.Ct. 271, 81 L.Ed. 127, Dec. 10, 1935

Restrictive Union Practices of the American Federation of Musicians, Hearings before the Committee on Education and Labor, House of Representatives, 79 Congress, 2 Session, January 13, 19, 21, 22, 23, 24, 1926

Television as an Advertising Medium, U. S. Department of Commerce, Washington, 1930

United States v. American Book Co., 310 U.S. 1, 61 S.Ct. 271, 81 L.Ed. 127, 1935; affirmed by U. S. Supreme Court, 311 U.S. 127, 61 S.Ct. 271, 81 L.Ed. 127, Dec. 10, 1935

Waring v. WMS Broadcasting Station, Inc., 308 U.S. 1, 54 S.Ct. 276, 80 L.Ed. 156, 1934

## D. Union Publications

Associated Actors and Artistes of America, Constitution, as amended June 1, 1935

American Federation of Musicians, Constitution, By-Laws and Standing Resolutions, 1947

American Federation of Musicians, Official Proceedings of the Annual Convention, 1949

American Federation of Musicians, The Record on Records, 1948

American Guild of Musical Artists, Agreement, Constitution and By-Laws, 1949

Musicians Association of Albuquerque, Local No. 618 AFM, Constitution and By-Laws, revised March 4, 1953

D. Union Publications

Associated Actors and Artists of America, Constitution, as amended June 17, 1937

American Federation of Laborers, Constitution, By-Laws and Standing Resolutions, 1947

American Federation of Teachers, Official Proceedings of the Annual Convention, 1946

American Federation of Musicians, The Record on Records, 1948

American Guild of Musical Artists, Agreement, Constitution and By-Laws, 1949

Medicine Association of Librarians, Local No. 618 By-Laws, Constitution and By-Laws, revised March 4, 1957

221





W

M.

**IMPORTANT!**

Special care should be taken to prevent loss or damage of this volume. If lost or damaged, it must be paid for at the current rate of typing.

14-11-11

14-11-11

14-11-11

