Business Of Music Workshop The Basics

Sponsored By

Erie County

Buffalo Music Hall Of Fame



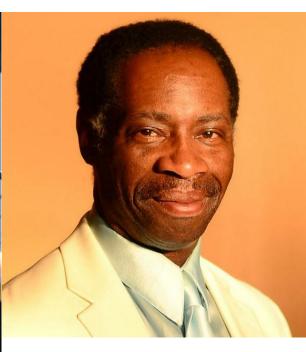
Agenda

- 1. Introductions
- 2. Setting Up Your Business
- 3. Who Owns What?
- 4. Copyrighting
- 5. Publishing & Licensing
- 6. Music Distribution
- 7. Marketing and Promotions
- 8. Where the \$\$\$ comes from
- 9. Trends 2020 2021
- 10. Questions & Open Dialogue
- 11. Closing Comments



Introduction - Our Background





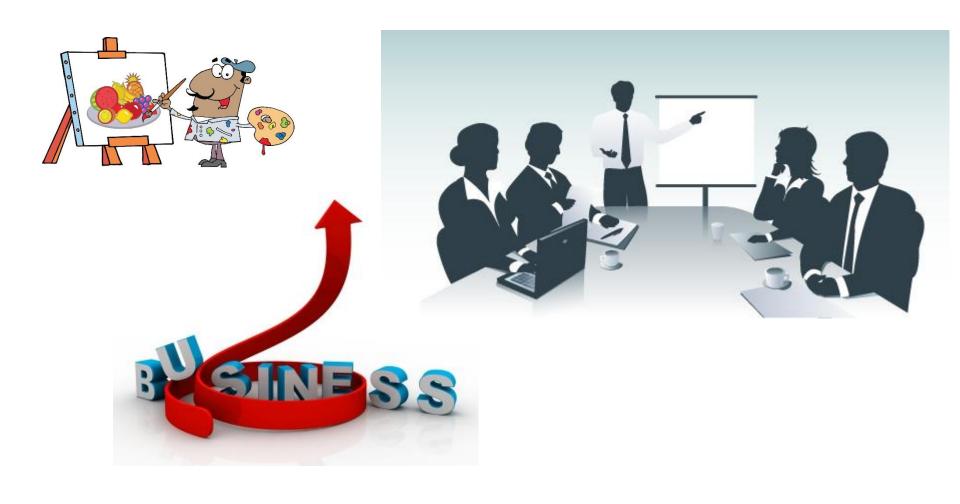


Introduction - Our Background





Setting Up Your Business



Who Owns What

In the case of a song you may hear on a top-40 radio play-list, there are several different parties involved with the song:

The **label** owns the actual sound recording -- the performance of the song as recorded in the label's studio.

The **publisher** works on behalf of the song's **composer** (the person who arranged the music) and **songwriter** (the person who wrote the lyrics). The composer and songwriter probably own the actual copyrights for the song, and the publisher represents them in all business dealings.

If you want to use a song for any reason, you have to somehow obtain rights at least from the publisher, and possibly from the label as well (if you are planning to use a specific performance). Here are just a few examples of when you need to obtain rights:

- You own a <u>radio</u> station and you want to play a song on your station.
- You own a <u>restaurant</u> and you want to play songs as background music.
- You are making a commercial and you want to use a song in the commercial.
- You are making a toy and you want it to play a song when a child pushes a button.
- You are making a video production and you want a song as background music.

Perhaps half a billion dollars trade hands every year through licensing fees.

Music Copyrights & Ownership

http://www.copyright.gov



Licensing Music



With each of these American Idol contestants performing hits from famous recording artists, obtaining music rights must be a big concern for the folks at FOX.



Image courtesy FOX
The television hit
"American Idol"
features new singers
performing songs
made famous by other
performers.

Distribution - Marketing - Promotion



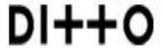








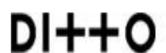




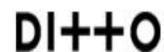






























Artist - Product - Event Promotion



The Marketing Rule of 7 has been a maxim since the 1930s. It basically insinuates that a buyer needs to hear a product advertised at least 7 times to even consider purchasing said item. Implement this when releasing music! Songs are creative expressions yes, but they are also a product. Treat your release as such and share it on your platforms at least 7 times. Map out a schedule beforehand of 7+ different creative, fun ways to share your product with your community.



PRODUCTION

'New Single' CASTING CALL

Description:

Casting CELINA's New Single,

a song release from her upcoming album.

Model type: one female and one male Dates & Locations:

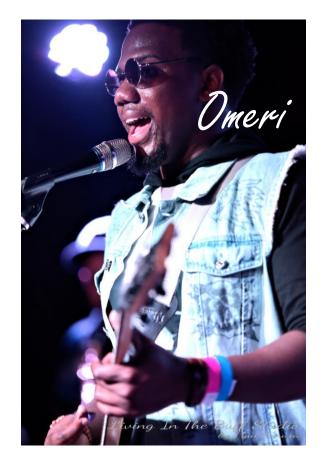
*Rehearses and shoot in late fall/winter in San Diego, CA.

* Seeking submissions from: Los Angeles, San Diego, CA.

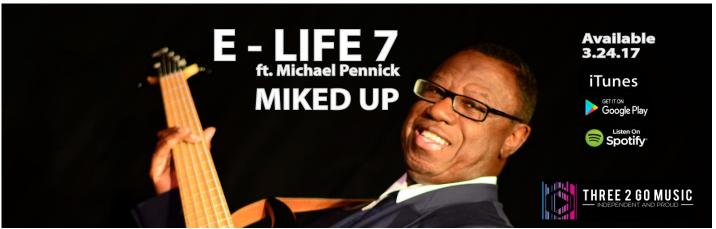












Where the \$\$\$ Comes From



Where the \$\$\$ Comes From

Copyright Ownership

Publishing

Sync Licensing

Live Performance

Subscription Services

PANDORA
Sirius XM
Music Choice
Spotify
Apple Music
YouTube
Amazon Music
Etc ...

Live Performances
Touring
Online Sales
Direct Sales
Distributors
Other Merchandise
Sponsors

Performance Rights Organization (PRO)

BMI ASCAP SESIC

& Other Performing Rights Organizations Live performances by others

Radio Stations Clubs & Venues

Audio Home Recording Act (Private Copy)

Data Storage media (Blank CD's, USB)
Digital Audio Devices (not connected to a computer)

Performers

Non-featured Sound Recording Audio Symphonics featured Audiovisual Featured & non-featured

Foreign Royalties

Audiovisual Royalties from Foreign Collectives & Performing Rights Organization (PRO)

AFM & SAG-AFTRA Fund

Sync Licensing Other Licensing

Sound Exchange

Music Modernization Act

Trends of 2020 -2021

The biggest music trends to watch – Source: Harley Burn

- 1. Songs keep getting shorter In 2019, the average track length of the Top 40 was three minutes and seven seconds. This is largely a byproduct of streaming and discovery through playlists.
- 2. Genres are becoming a thing of the past "Old Town Road" is a great example
- 3. The 80's are back in full effect The new year will fully embrace the 80's both sonically and aesthetically
- **4. Physical sales are down -** upload your songs to Spotify and Apple Music PRONTO.
- **5. Technology is rapidly changing music promotion -** content creators thirst to connect with their fans on a personable level. That's where live streaming sites like Twitch and Mixer come to play.

SOURCE - BOBBY OWSINSKI (2017)

- 1. Beyonce \$62.1 million. Most of this (\$54 mil) came from touring with \$4.3 from sales and \$1.9 from streaming.
- **2. Guns n Roses \$42.3 million.** Once again, most of the revenue (\$40.4 million) came from touring with just \$620k from streaming.
- **3.** Bruce Springsteen \$42.2 million. Bruce earned about \$40 mil on the road and just \$167.5k from streaming (We're experiencing a trend here).
- **4. Drake \$37.3 million.** Now we see the differences between a new generation of artists and the old. Drake made \$18.1 million from streaming and a little under \$14 mil from touring.
- **5. Adele \$37 million.** \$28 million from touring and a respectable \$1.2 million from streaming. She also did pretty well on the sales front at \$4.9 million.
- **6. Coldplay \$32.3 million.** Most of the band's revenue again comes from touring at \$26 million and \$2.7 million from streaming.
- 7. Justin Bieber \$30.5 million. \$25.6 million touring and \$1.9 million from streaming (I thought this would be a lot.

NOTE: The above list has been abbreviated for inclusion in this presentation

Other artists that made a lot from streaming include **Rhianna** at \$7.6 million and **Twenty-One Pilots** at \$6.1 million, but many of the top 50 artists didn't even crack \$100k (most are legacy artists).

Questions?







Music On The FrontLines
Van Taylor Productions Inc.

Closing Comments



Thank You

Erie County

Buffalo Music Hall Of Fame

http://www.three2gomusicalliance.com