Changing the rules in exhibition and distribution : the regulatory approach

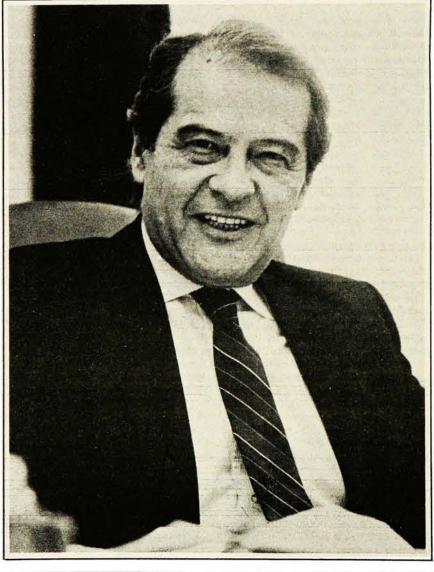
Going it alone

Quebec's Cinema Act, André Guérin and the Régie du cinéma

by Michael Dorland

Late in November 1974 some of Quebec's best-known filmmakers - Michel Brault, Gilles Carle, Jean-Pierre Lefebvre and Marcel Carrière among others staged an 11-day occupation of the offices of the Bureau de surveillance du cinéma (BSC), Quebec's film classification bureau. The occupation was held to protest the Quebec government's slowness in passing long-awaited legislation to culturally decolonize Quebec cinema. The offices of the BSC were chosen for the protest because its president, André Guérin, "in his official capacity, has gained the respect and the trust of everyone in the filmmaking milieu," as Jean-Pierre Tadros wrote in Cinéma Québec at the time.

Just over a decade later, much – and little - has changed. Despite legislation of a disappointing 1975 Loi-cadre, the decolonizing law so long awaited by Quebec filmmakers would be the result of the Parti québécois government's passage of the controversial Bill 109 officially assented to by the National Assembly on June 23, 1983. One of three agencies created by the new act, the Régie du cinéma et de la vidéo is the administrative tribunal charged with the application of the Cinema Act. The Régie is presided over by André Guérin, the man who in 1974 had earned the Quebec filmmakers' unusual gesture of respect. As Guérin explains in the following interview with Cinema Canada, the task which has confronted the Régie in the past year and in the



months to come is as delicate as it is complex and radically innovative – for it represents the first time ever that a government in North-America has attempted to regulate exhibition and distribution in the film industry.

The spirit that animates Guérin's presidency of the Régie is perhaps best stated by a framed photographic enlargement on the wall of the antechamber of Guérin's office. It is a quotation by then Quebec premier Daniel Johnson in the National Assembly in June, 1967 at the time of the Quebec Censor Board's abolition and replacement by the BSC.

"We now introduce a measure which has long been the object of an abundant jurisprudence and is known as the rule of community standards and public order. The civil code speaks of morals, community standards and public order. We have removed the word 'morals' because we believe, and I think rightly, that it is not up to the state to judge in ethical matters. However, community standards and public order are the responsibility of the state. Must one then presume that the members of the Censor Board will be so narrowminded or so partisan that they would try to prevent a filmmaker who has produced a film from showing it in the province of Quebec because the film treats of ideas that do not conform to those that prevail in the province? If the Bureau de surveillance would display such narrowmindedness, I would not hesitate to demand a public amendment as well as the reasons motivating

Cinema Canada: The passage of Bill 109 some eighteen months ago created three agencies of which the Régie du cinéma et de la vidéo is hardly the least significant. So the first question would be: what is happening with the Régie? What is its status today?

André Guérin: The Régie is, as you know, an administrative tribunal. At that level the Régie has been in existence since December 1983, when its three members were appointed; namely, Claire Bonenfant, Pierre Lamy who is very well-known in the film industry,

and myself, the president. The real work of the Régie so far has been the drafting of regulations, the Régie being the juridical arm of the Quebec state's intervention in the cinematic domain. So where the law demands regulations, we have had to first draft those regulations.

My colleagues assumed their functions in February 1984 – the nominations were in December but they did not assume their functions until February – for a very simple and prosaic reason. As you may have noticed from the large billboard outside, the building in which

we find ourselves is undergoing renovation. It is being restored, so my colleagues did not have offices. Offices had to be built and these were not readied until February 1984. As soon as the members of the Régie were able to meet in an appropriate physical locale, we got down to the task of drafting. It is a task that, seen from the outside, could appear to be without difficulties. If one is aware, however, that this is the first time that a government intervenes in such a precise manner in the North American cinema market, it is, on the

contrary, an extremely demanding task. Because, of course, in terms of the exploitation of cinema, the North American cinema industry is not used to this kind of intervention.

If one does not wish to regulate into existence a bureaucracy that runs the risk, not only of disturbing everything but also strangling it, one must draft regulations that will be faithful to the law; that is to say, that would allow the law to attain its objectives while not upsetting the film-viewing habits of people. As you know, one of the law's

photos: Lois Si

objectives is to rectify what one could term a rather abnormal situation in exhibition and distribution: for instance that in Montreal, which is the cultural metropolis of French Canada, the cinematic main street does not speak French. One of the aims of the law is to correct that situation.

Furthermore, the Québécois viewing public is used to American movies; it likes American movies and would not readily accept that a law which aims to rectify an abnormal situation would deprive this public, even for a limited time, of the films it likes to see. This is only one aspect which illustrates that it is not easy to draft these regulations because we are attempting rectify something without penalizing the Québecois public.

So the Regie in the following months prepared these regulations, which once adopted have the force of law, and so have to be approved by the legislator. Once drafted, they have to be submitted for the approval of the minister of Cultural Affairs who can – and this is perfectly within the normal course of things – make comments or return the draft saying 'Listen, I don't think this is quite government policy, or in the spirit of the law.' So there's a ping-pong game that could last a while because of this concern with proper regulation.

It is now February 1985. All of the regulations except for two have been submitted for the minister's approval and we are in the final phase of ministerial approval prior to cabinet approval, ratification in principle and publication (of the regulations) in the Gazette officielle. Following that, within 30-60 days there will be, if people demand them, public hearings at which all interested parties or whomever wants to can appear in public before the Regie which will sit as a commission of inquiry and they can make known their agreement or disagreement with the regulations or request changes be brought to them. Once the hearings have been held, if there are hearings...

Cinema Canada: If there are hearings, they would be held because the film industry has asked for them?

André Guérin: The request could come from anybody but only on the sections of the law or rather on the one section, which is a lengthy one, that allows for hearings to be held. So if there are hearings - because the law says that there will be hearings only if requested otherwise if as a result of the consultations undertaken throughout the drafting of the regulations, the different industry milieux consider that the regulations pretty much meet the objectives that everyone was seeking, that there have been neither flagrant injustices nor aberrations, and if nobody requests hearings, there won't be any. But I would expect that someone will demand hearings.

Cinema Canada: How concretely was the drafting process undertaken? How specifically did you go about it, from the inside, with the milieu, with other potential intervenors in drafting the regulations? How did it work?

André Guérin: Once the Regie was set up, the three members who comprise the tribunal then sat down with the government's legal counsel—we did not ourselves at that point have a legal advisor. That was another thing: we had to, in April, recruit a legal advisor. So with the chief legal counsel for the ministry of Cultural Affairs we review-

Exhibition in Quebec: steady decline

No. of screens		Year	
Theatres	377	June 1980	
Drive-ins	52		
Theatres	370	June 1981	
Drive-ins	64		
Theatres	363	June 1982	
Drive-ins	66		
Theatres	343	June 1983	
Drive-ins	66		
Theatres	320	June 1984	
Drive-ins	66		

Source: Gouvernement du Québec, Bureau de surveillance du cinéma.

ed the law, identified which articles required regulations. At the same time, to be as enlightened as possible through this series of meetings with the different associations and groups, we reviewed the cinematic reality in order that, once we defined the regulation, it reflected reality as much as possible. We sat down, the three of us, in working groups with the legal advisor and looked at, for instance, the theatres. What is film exhibition in Quebec? Or how can we make it possible that this very menaced exhibition - you know that theatres are shutting down one after the other what are the reasons for all these closings? People, particularly in the regions, have a right to see films other than on videocassettes or on television.

So we found, for example, that in some regions there was competition from a cinema that would be considered 'alternative,' that there was an overlap, an invasion of so-called commercial cinema by a type of cinema that would otherwise be concerned with repertory or art & essai but, tempted by the success of certain other kinds of films, would program these films and so harm so-called commercial exhibition. Should one, through the mechanism of permits - because there will be permits - make it possible for the 'commercial' theatre to truly have exclusivity over the commercial product while the alternative cinema would devote its programming to repertory, to film classics? The roles have to be better and more clearly

defined. Once the roles are more clearly defined, the commercial theatre would have a better chance of survival. So how do we do that: by what means?

On the other hand, in certain regions where there is no commercial theatre, people should not be cut off from current cinema because a ruling from the Regie would limit the alternative cinema solely to repertory or classics. How do you regulate, keeping all the complexities of these situations in mind?

Cinema Canada: You had to go through each separate case and look at each town, each locality?

André Guerin: Without going quite as far as that, we were able to sit down before a map of Quebec - someone even placed little flags on this enormous map identifying every theatre in Quebec. The law could have allowed the possibility of dividing all exhibition into regions; we could have said, for example, in such and such a region there won't be more than 30 cinemas. We didn't do that; we opted against an overall plan of dividing the territory into regions and deciding that in this region, because of the small population, if we wanted the few existing theatres to survive, to place a ceiling on their numbers and forbid the opening of new theatres.

Cinema Canada: Like the Cohen Report's suggestion at the federal level to create different zones of exhibition/ distribution?

André Guérin: I don't know if you can... if you look at the law's section 168: 'sixthly, divide the Quebec into regions, delimit them and prescribe the maximum number of exhibition permits that the Regie can issue" and this could apply in all cases except the renewal of permits. We could have gone as far as that, but preferred not to. But this illustrates how we had to, region-by-region, almost town-by-town, keep in mind the reality of cinematographic exhibition. As one of the objectives of the law is to assist cinema and as we are still in a liberal economy, we had to privilege the private exploitation of cinema. So constantly, in the course of drafting the regulations, it was a deliberate choice on the part of the Regie to give a privileged chance to the commercial theatre owner.

Cinema Canada: Privileged in what

André Guérin: Because he is embarked upon the adventure of capital investment, because he pays taxes, we thought he should benefit from, if you will, exclusivity in the totality of whatever comes out in cinema and so be able to program anything whatsoever. Privileged in that sense. Whereas the alternative circuit would be confined to a cinematographically educational function in repertory, in the classics of cinema or, after the manner of the French law, that it emphasize a kind of cinema not ordinarily seen in regular theatres; say. Third World cinema, young experimental cinema, etc. Now the regular theatre could do that also: it would have access to the entire range of programming. So privileged too in the sense that it would be at liberty to program whatever it wished, while the other theatres are not... The other theatres are not even theatres, but places where non-profit organizations have taken up the vocation of cinematographic education. Well, let them do that! Because this is not something you do by putting on E.T.

Quebec's Cinema Act: the key sections

83. The Régie may affix its stamp only according to the following rules:
(1) if a version other than the French version is exhibited with a print having French subtitles or French dubbing, the Régie shall stamp at least as many prints with French subtitles or French dubbing as there are prints in a version other than the French version;

(2) if only one version other than the French version is exhibited and if the person applying for a stamp files a contract with the Régie for the French dubbing or subtitling of the film in Québec within a reasonable time in the judgement of the Régie and, in the case of dubbing, files proof of delivery of the elements of dubbing to the person responsible therefor, the Régie shall stamp the prints exhibited in a version other than the French version;

(3) if only one version other than the French version is exhibited and if the person applying for a stamp proves, to the satisfaction of the Regie, that there is no version with French subtitles or French dubbing available at the time the application is filed, the Régie shall affix a provisional stamp on the prints exhibited in a version other than the French version. The provisional stamp is valid until a version with French subtitles or French dubbing becomes available or for sixty days after the date of the first exhibition of the film to the public, whichever occurs first. Subsequently, unless applications are made in accordance with paragraph 1 or 2 of this section, no stamp for this film may be granted until one hundred and eighty days after the date of expiry of the provisional stamp nor for more than one copy of the original version per format. However, during the one hundred and eighty day period, the Régie may affix a provisional stamp, valid for thirty days, to the film and only for one copy of the original version per format, if the person applying for the stamp shows to the satisfaction of the Regie that the film is not intended to be exhibited to the public more than three times per seven-day period. Subsequently, such stamp may be granted again in the same manner for that film if the Régie deems it to be in the public interest.

104. Only a natural person, a partnership of natural persons or a corporation that, for the purpose of operating a licence, possesses an enterprise having its principal establishment in Québec may hold a general distributor's licence.

For the purposes of this section, the "principal establishment" is the place which is the centre of the decision making and actual direction of the enterprise.

Failing proof to the contrary established to the satisfaction of the Regie, the principal establishment is deemed situated outside Quebec.

(1) if the majority of the members of the board of directors are not domiciled in Quebec, or

(2) if the corporation is controlled in fact or at law by one or several persons not domiciled in Québec or by one of several corporations whose principal establishment is situated outside Québec.

or Carmen; you can go to the regular theatres for that.

So there was this constant preoccupation, this concern with regulating with the aim of putting an end to the kind of overlapping that one can see in certain areas between commercial and alternative exhibition. I could show you as an example a newspaper clipping from Beloeil where you have La guerre des tuques playing commercially and at the same time in a regional high-school. If the regulations that we've made are adopted, La guerre des tuques could not play in a high-school as long as it was still on the commercial circuit.

Cinéma Canada: This overview of the regions gave you a vision of what kind of cinematographic landscape?

André Guérin: Well, one has to say that at least as far as two of our members were concerned, we've always known what the overall situation is. I've been at this job for over 20 years, through the classification of films, through regulating the theatres and locations of public projection, so it's not as if we

terms of theatrical exhibition, doesn't bring about an amelioration of the situation I rather fear that, in a few years, the only cinemas left will be limited to the later urban centres.

Cinema Canada: Was there a difference between making this depressing observation from outside and, through the drafting of the regulations, actually being able to affect - even rectify - the situation? Did you feel that through the regulations you would be able to rationalize the different levels of exhibition? André Guérin: When I say discouraging, I don't mean to say we should have told the legislators that they'd wasted their time and this law comes too late, that there is a socio-cultural change occurring within the population which means the situation is hopeless, so you might as well suspend proclamation of certain sections of the law. No, we've not reached that point.

What we are saying and what we found on the basis of the evidence is that if the mechanisms proposed by this law do not work, then it will be all over for there will be no theatres left throughout entire regions and that becomes a social problem. For it's not because people are far away that they shouldn't be able to see films in theatres.

Cinema Canada: In the definition of the regulatory environment, was there a conscious decision to define a plurality of cinemas at the level of programming, to say that there are, for instance, five levels of cinema to which we can allow the public access?

André Guérin: No, we don't get into levels of programming. What we've proposed – and it hasn't been approved yet – is that through the permit mechanism, the commercial theatre – though you can't coldly call it that; rather it's the theatre as it's generally conceived of – will have access to all types of programming. Where we do intervene on the level of programming, what we propose is on the level of alternative or parallel structures; to allow these to really play a role in popular education. That is the only level where we intervene in programming. For the remainder it's

the public, especially outside Montreal, where the theatres are so unevenly installed, where people complain about the acoustics, that the screen isn't where it should be, and so on. So we will have a regulation about technical standards.

As concerns exhibition then, the Regie has proposed, since we are still in a market economy, still within the terms of economic liberalism, that the socalled commercial theatre have the privilege of being favored since the investment is there, the taxes, then the other levels of exhibition will be clearly identified, and the parallel exhibition circuit in particular confined to respect its official vocation in terms of repertory and film classics. Whether or not the legislator will agree to this, that is what the Régie has suggested. For legal reasons the legislator can decide that our regulation is too demanding and that we should opt for some other solution; that is his right. Since the regulations have force of law, it is the legislator's right to modify them.

Cinéma Canada: What kinds of reactions did you get from exhibitors to the proposed regulations?

André Guérin: It's clear that for years now exhibitors have claimed that here and there alternative cinema has actually been invading so-called commercial cinema and that this is unfair competition because these competitors are often subsidized either directly or indirectly, that they haven't made any kind of investment, don't pay any taxes, and that this is intolerable. So commercial cinema must truly be given an opportunity.

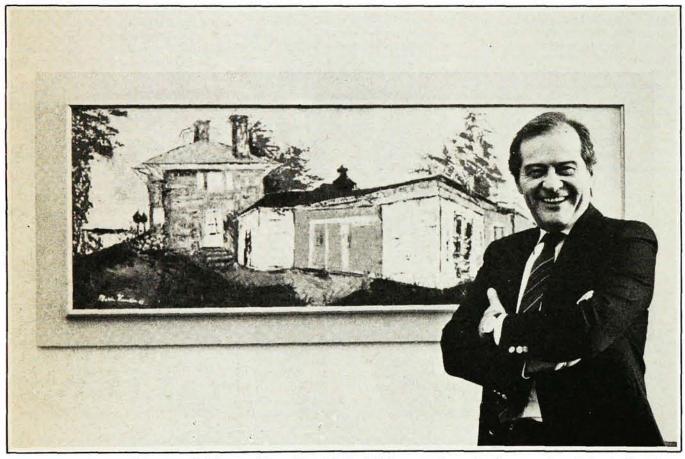
Cinema Canada: The regulations, except for two, have been submitted to the minister; you've touched upon what some of these regulations propose. How long could it take for the law to actually be applied?

André Guérin: That depends on what means we'll be given. We're in the midst of a period of austerity, of \$75 million budget cuts at the CBC and the phasing out of jobs. And it's in such a context that we're attempting to create a new agency. Which is to say that the authorities are not particularly inclined towards generosity these days. The situation is one of recession. If the Treasury Board to which we have submitted our organizational plan decides that Quebec is not wealthy enough to apply these regulations rapidly; that is, won't give us the staff we've asked for or the budget we need...

Cinema Canada: Overall, how much is involved here?

André Guérin: Around \$1.8 million, but there will be operations, once the Régie is operational, that will bring in money, that will generate revenue, and if we're not talking about returns or profits, at least they will offset some costs.

So the question is: what means will we be granted? And depending on these, the law can be applied either rapidly or slowly. All the research has been done, the regulations are to all extents and purposes drafted, the thinking on the administrative aspect of things has been done. As of June, 1984, we submitted our organization plan to Treasury; there were discussions with the minister's cabinet and Treasury that brought about certain modifications and now we're back before Treasury again. If they're parsimonious and feel there's no money for us, then I think that



were discovering anything we didn't already know. My colleague Pierre Lamy has been in private industry for 20 years before coming here and was, towards the end of his career in private industry, an exhibitor. He is also very familiar with the situation. Our other colleague, Mme Bonenfant, who is somewhat outside the industry though she is a cinephile, had already, as a film consumer, understood a few things.

Nevertheless what we did find was and is - even more discouraging than what we already felt and had perceived without having done the systematic research. We felt we were looking at a situation in ruins - new viewing habits, videocassettes and so on, were causing the chain-reaction closing of theatres. The research that we undertook revealed this rather depressing conclusion: that, if you will, this new law, law 109, by the regulations we are having adopted, by the financial support of the Société générale, is truly the last chance to save what one could call classical theatrical exhibition. If this law, in

traditional theatrical exhibition outside urban centres. But it remains our conviction that if each of the parties abide by their roles, we can still maintain a theatrical space which, though it will never again be as large as it was before television, would at least, and even in the outlying regions, allow people to see theatrical cinema. But this is on the condition that the mechanisms foreseen by the law function as they should. On the part of the exhibitors themselves it calls for a new dynamism. It means moving beyond the beaten path. This would mean on the part of the Societé generale a certain kind of financial assistance program for theatrical renovation because, as you know, outside the large centres, the theatres are rather outmoded. It would also mean more research in terms of theatrical programming. But this law, as far as theatrical exhibition, goes is the last chance - the rate at which theatres are vanishing is simply incredible. The problem for a country with a scattered population is that conceivably a time will come when

simply a question of clearly identifying the locale: you would have, for instance, a permit for a polyvalent theatre, which would not be a movie-house strictly speaking but something like Place des Arts, say, which is equipped for everything; one night puts on variety, on another night singers, theatre and occasionally cinema. What is important, while we're still on the topic of exhibition, is that there be a concern with protecting the consumer. For the first time there will be technical standards dealing with comfort...

Cinema Canada: Like seating, the kind of projection equipment...

André Guérin: Seating, floor angles, acoustics, etc. In order to get a permit, these requirements will have to be satisfied. This has never been done before. There were safety standards, building standards, but nobody ever intervened on the level of cinematographic comfort. So that's another thrust of the law that allows the Régie to resolve that problem which has been an issue with

the law in its application will require all of 1985. In any event, for reasons of efficiency and the proper ordering of things, it has never been a question of applying the law in its totality at one stroke because it would be too disturbing; there are too many habits that have to be changed. There will be step-by-step application, but whether these stages will be close together or more spread out depends on the means Treasury will give us.

There is one thing that has priority and that we will apply as rapidly as possible as soon as we have the means, and that is the control of videocassettes so as to put a stop to the pirating that exists in this domain. The (video) classification sections that become operative in April mean, among other things, restriction to 14 years and up, the abolition of advertising control, and the general application of the sections of the law that deal with videocassettes. We have recommended a very developed system going as far as a special tax label on every videocassette in distribution through the entire territory of Quebec, certifying that the rights have been controlled, that the cassette can only be sold as a result of this control, and that the product truly belongs to the lessor. There's a total mess in this domain at the moment and everyone is complaining about it, and there are pirates everywhere. The Régie has decided, with everybody's agreement at every level, to intervene first of all in this domain. Everybody feels outraged and this is the case throughout the entire Western world, and so this is something we will put into effect very rapidly.

As for the other aspects of the law, they will be applied in stages.

Cinema Canada: In your final quarterly report for 1983 you wrote rather enthusiastically of the creation of the Régie. Was your enthusiasm not a little premature? Do you feel that in its application this law, for various reasons, has taken longer than expected? André Guérin: It took longer than expected because when the law was drafted the climate of austerity was less severe than it is today. I did not think. nor could it have been predicted, that there would be so many difficulties in obtaining the means we need. The application of the law has been slower and principally because the context is one of cuts, not job-creation. Each time we propose a control, say, of videocassette, this implies an eight-person unit, this implies equipment worth \$120,000 - in a more easy climate, after verification it would have been authorized. Now there's more questioning: 'is there not some other way to go about this; why eight people, why not five?' and all this

Cinema Canada: You've spoken several times of liberal economies. Doesn't the present economic climate in its impact on culture not contain something nefarious for state intervention and even more so in a domain where, in North America at least, the state has never dared venture? Isn't the context rather unfortunate?

André Guérin: When the law was passed, and even more so drafted, there were none of these new religions of privatization, of deregulation, that the state should not intervene and so forth. We're conscious of the fact that this law comes in a context that has not only changed in its economic aspects—we've gone from time of a certain economic

ease to one of the severest austerity – but even more so politically. We've rapidly gone, because of the Reagan phenomenon, from a political context that was very welcoming to state intervention to a new context that preaches this new religion of the retreat of the state, that all that's healthy and dynamic lies in the private sector, and we're very conscious of that.

Cinema Canada: Does this come from the government as well, from the political authority?

André Guérin: Well, the fact remains that this law was not passed to articulate a certain message about economic philosophy. What is at the root of this law is the vital fact that culturally Quebec is threatened in its particularity. A small society must be able to protect itself, in a manner that in strict economic terms are interventionist, to prevent the further erosion of what remains of our French characteristics. That's the basic economy of this law. It didn't come about for philosophical reasons. It came about to counter a massive invasion of the Ame-

Quebec consumer. So it's a demanding procedure and requires a certain time to bring it about. The section will be applied but with the concern that the spirit of the section be clearly understood and that this be done in a positive and passionless manner. Let's not delude ourselves: there's no cultural genocide in mind, as was written about in a certain press before the section became law. In the application of the section, it is our concern to see that this be done in a spirit of shared generosity. And I have to say that there are on-going discussions and I'm optimistic. It's clear that the situation we've got now has to change. It's not a question of chasing anybody away, but French must have its place in these films.

Cinema Canada: When you speak of changing people's habits, it's not so much the public's habits that you have in mind as the habits that surround the distribution of American films, isn't it? In this process, then, you've had consultations with the Americans?

André Guérin: That's what I was

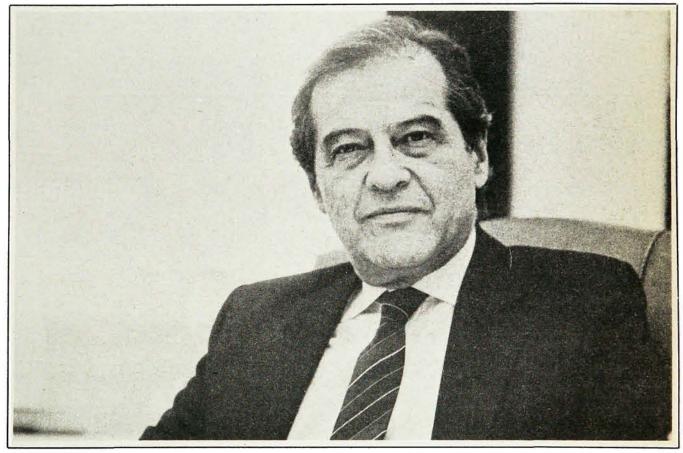
There is also section 114 that is very important and also changes habits...

Cinema Canada: And that's other controversial one?

André Guérin: Yes, because it's very innovative especially in North America, and that involves the sharing of receipts between exhibitors and distributors. That is another thing that requires a good deal of thought and that we're continuing to reflect upon.

Cinema Canada: What's in the regulation on section 83?

André Guérin: There is no regulation on section 83. Section 83 raises the issue of the distributor's permit and the distributor's permit raises the entire question of the role of the Americans, though it doesn't say 'the Americans' but that's who is in mind. The disposition of the law, section 103 – 104 rather – states that a general distributor's permit can be issued only to a physical person or corporation which for purposes of the exploitation of its permit possesses a business whose principal establishment be situated in Quebec. And it's this



rican presence, its cultural presence. And without rejecting that presence there must still be a place for the French fact in Quebec.

Cinema Canada: How is that going to be applied in the regulations?

André Guérin: Section 83 of the law, as you know, that details the requirements for the release of an English print and its French version, is related to the distributor's permit, and as we haven't yet completed our thinking on this...

Cinema Canada: Those are the two sections that you haven't yet submitted for the minister's approval?

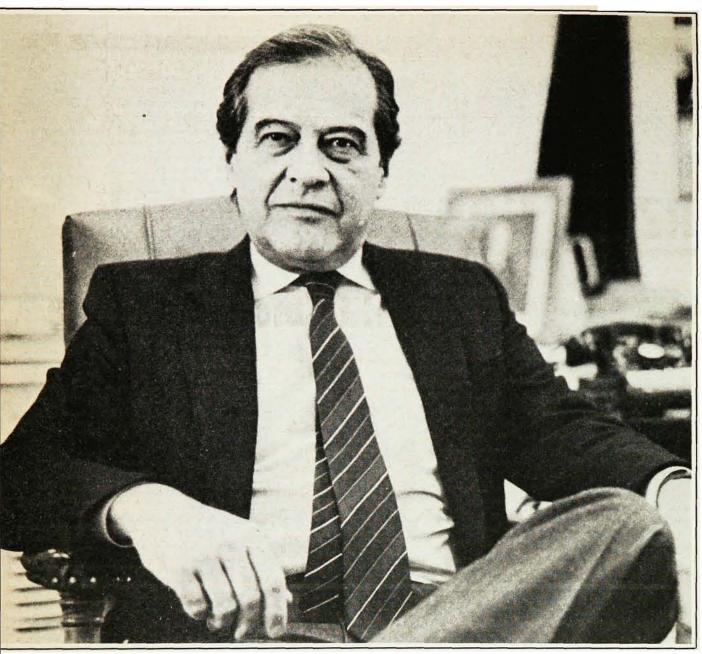
André Guérin: Yes, precisely because here we're really trying to change people's habits and it's in everybody's interest that this change take place as harmoniously as possible. We have to arrive at its application smoothly, in such a way that the change occurs without problems in terms of a certain cinema to which people are habituated here, and so as not to outrage the

saying: there have been discussions between the Régie and what is called the Canadian Motion Picture Distributors' Association which, though it is called 'Canadian', represents the Majors. These conversations have been unfolding very properly, and can, in this consensual spirit, come to an application of the law without confrontation in those dispositions of the law that could be upsetting.

But the kind of climate that existed when the law was being passed, with the Americans threatening to pull out, charging that the bill was intended to drive them out, the talk of a boycott, etc., that whole style has vanished. I can say that the conversations are going on in a spirit of the greatest courtesy and there is no contestation of the law by the Americans. We're trying to reach an application of the law without shocks or confrontation. And one day you will see that films, not just American films but all foreign films, will have to have French subtitles, which seems rather normal in a city that is 80% French-speaking.

which obviously breaks certain patterns. Section 83 raises the question of section 105; that is, the definition of the special distributor's permit that foreigners which are not truly Quebec enterprises would have to obtain in order distribute certain films. The spirit of 104 is that, for all practical purposes, only Quebecers can be distributors unless others can prove they are the film's producers or hold world-rights to the film. These are the two articles that are being examined and require a very serene reflection at the moment and subtend section 83. But section 83 by itself does not call for a regulation.

Cinema Canada: Have the Majors, through their association, made counter-proposals on this section? Have they offered to create new companies in Quebec? What would be the impact... André Guerin: I can't say any more than I've said. It's obvious there's been an exchange. When we met with all the groups and associations, everybody submitted briefs and the Americans – let's



be official: the Canadian Motion Picture Distributors' Association - on two occasions submitted briefs, which we studied, and these briefs have led to discussions. And that's where we are and I'm not at liberty to reveal the object of these discussions. I can say, unlike the passage of the bill and particularly its examination before the parliamentary commission, that the climate is very different now and it's in a spirit of a felicitous application of the law that these exchanges have been taking place. Some people outside (the discussions) have claimed there's the risk of war, of conflict, that there have been threats that's totally false. We are truly seeking application of the law such as it exists.

Cinema Canada: Do you have a feeling in going through this process that you're living a rather important moment in the history of Canadian cinema? Something of historical significance?

André Guérin: You're very generous. We're firmly convinced that something important will come of it, if it all goes well. The only thing we regret, and that is one of the caprices of history, is that this law did not come sooner. Because everything is happening today at such an accelerated pace, what with the new means of technical support and the rapidity of cultural change, that we ask ourselves - this is not pessimism, not at all - but we ask ourselves whether or not it's too late, whether the public hasn't moved on to other concerns. But it is our conviction, and that's why we've been working with such energy, that if all the parties do their share and it doesn't drag on too long, that all this could bring about a considerable change in the desired sense. But it is a demanding law, and time is crucial, and everyone concerned has to play his part.

Cinema Canada: Can you say what kind of changes this law will bring about a dubbing industry, for example? What will be its industrial impact?

André Guérin: At the industrial level, you see, section 109, for example, authorizes us to invest a certain percentage of the box-office receipts in Quebecois cinema. So that will translate into something concrete, in terms of Québecois film production.

Cinema Canada: What would that amount to in dollars?

André Guérin: Something rather valuable. There are several scenarios depending of which mechanism is used. That said, I'm not going to put a figure on it, but it would translate into something tangible.

We're in a province, a society that is 80% French-speaking, and in the metropolis of this society, the main cinematic boulevards, to use a Parisian metaphor, do not speak French. This is not exactly normal. French does have or should at last have a place in this city, in Montreal, and that's another aspect. This rather delicate question of the relations between exhibitors and distributors is also something that has to be corrected, particularly with respect to the exhibitor. Then there's also the video jungle – section four, which addresses this topic, gives us wide means to settle once

and for all the problem of piracy. That's again another aspect.

As to the business level, which is related to the section on investment in Quebecois cinema, the Quebec-based distribution sector should at last find a normal place thanks to section 104. All these measures should produce a stronger industry, a greater productive capacity for Quebec films, with better means at their disposal.

Obviously the application of these measures shouldn't take too long, because otherwise once again it will be the cultural domain that will suffer.

Cinema Canada: Do you still feel that the project of a national cinema has the same validity today as 20 years ago? André Guérin: On the topic of national cinema, it would seem that a given population should from timeto-time be able to see itself on the screen. That just seems fundamental and not even for nationalistic reasons but because of questions of identity. Having constantly to deal with foreign models, you end up rather deeply damaged by the never-ending exposure to foreign dramatic situations. One of the functions of cinema is precisely to be able to see yourself on the screen, and that would seem to constitute a minimal definition of what a national cinema is. What is even more distressing here is that the degradation is not only at the level of the image, but of the language. In a city that contains 40% of the Québécois collectivity, the constant exposure to English-language cinema is damaging. To the extent that there is still a will to remain a distinct and particular society, it's completely normal to want to change that situation.

When I say this is happening perhaps a little too late, a couple of years ago the federal government and some of the provinces seemed to want to go in the same direction as we. Today that no longer seems to be the case. We're rather, if not completely, isolated from the present federal government. We don't feel, or I don't perceive any evidence that the federal government would like to reinforce in its jurisdiction the equivalent to the Quebec government's intervention. There's a great silence in Ottawa these days. This law is very isolated today, while a couple of years ago it seemed as if the law would be the beginning of something, that it would be followed by federal action and possibly by a province like Ontario. Today we're alone and in such a context the innovative character is of this law becomes even more significant.

This doesn't mean, though, that we're despairing. But there was a real sense a few years ago that Quebec and the federal government were at last ready to settle the contentious issue of cinema in this country. There was a real sense coming from within Canadian identity, or even the Quebec particularity, of a will to survive – and that's a discourse we no longer hear today. As for us who are responsible for the application of this law, at least in terms to the sections concerning the Regie, we're very conscious of our responsibility.

When deregulation is on everybody's lips, when there's a renewed friend-ship with our neighbor to the south, when there's not a peep from anyone outside Quebec validating the idea of a national cinema, it's obvious that these are factors affecting the nature of the mechanisms of intervention in the domain of cinema.

Cinema Canada: Are we going forward in this country or backward?

André Guérin : I really can't say. We're moving ahead in certain areas and going backwards in others. There's never really been a clear-cut will to resolve audiovisual policy in this country, to really assure by whatever means required that Canada or even Quebec have an authentic cultural presence. It's beyond doubt that we have an enormous neighbour, that people are profoundly scarred by American culture and these two factors have always meant that, in my opinion, even when the state, either federal or that of Quebec, has had the lucidity to know that something should be done to resolve the problem, this has also been a situation where the political will is at odds with popular mentalities. The public has never really loudly clamored that something be done about this. So you get this policy dilemma: how do you change policies without disturbing the people's habits?

We're very conscious of the fact that the population loves this product, and the nation's policies have to take this into account. This ensemble of factors means that, even when there's a will, it can only be translated into something less than perfect, with the result that if there is progress in some domains, there's retreat in others.

But I remain convinced that if there are no incidents along the way nor ill-will, and if the law as we've conceived of it is gradually applied, in a spirit of the utmost concertation, it should be able to permit us to resolve a great many problems