that discussion if we to — to produce value for money

powered satellite services which viewers may already receive direct.

may already receive direct.

ITV will become Channel 3.

The IBA and Cable Authority will be replaced by a new Independent Tele-

All UHF "terrestrial" channels, BBC and independent, would be required to take at least 25 per cent of original programming from independent producers.

re of indexation and ard and management the need to make the sets to meet some of its

s for change at the BBC rporation's acceptance ent's independent profiles will both add to the "s — and its audience's gromote the pursuit of

of programme stanl be noted that BBC e others, are within the ce of the Broadcasting cil and, if Parliament rought within the scope legislation.

s Committee supported atroduction of sponsorgrammes in the field of ort. The Government view that any relaxation as or ship restrictions the expense of editorial transparency for the is force in the Home tee's argument. After the BBC on this subject, been reached on less gements for the broadsponsored events, such s events.

## BC's role

ry to review the role of the present Charter d of 1996. It would be the Government to express a view in this White Paper on the Peacock Committee's suggestion that in the longer term a Public Service Broadcasting Council should be responsible for commissioning public service programmes which even a fully developed consumer market in broadcasting would not otherwise deliver. Experience needs to be gained first of the progress and impact of the reforms set out here and elsewhere in the White Paper.

## Radio

The Government's view, following on from the Green Paper on radio published in February last year, is that there will be scope for at least three new national commercial services. A new VHF frequency will be available for one of these services. The BBC's existing Radio 1 and Radio 3 MF frequencies will be reassigned for the other two. The BBC will retain sufficient frequencies to broadcast its national services. The White Paper says: "Minimum standards will be retained. Public service radio broadcasting will continue under the aegis of the BBC. BBC Radio services will continue to be funded from the licence fee for some years to come. But BBC radio services will be subject to a much stronger stimulus of competition. The Government's proposals will create the conditions for an expansion of radio which should benefit broadcasters, advertisers and listeners alike."

## **Transmission**

The White Paper expresses a Government wish to separate service delivery from service provision.

• The Government considers that the best arrangement in due course would be a

regionally based, privatised transmission system designed to promote competition, while containing certain common carrier obligations. The route towards this objective is complicated at present by the way in which the IBA's system is entwined with that of the BBC, and the fact that the BBC's transmission responsibilities are rooted in its Charter which lasts until the end of 1996. The Government proposes to discuss with the BBC, the IBA and others how the objective of moving towards a privatised transmission system might best be taken forward. It will also be considering how, given its inherent monopolistic characteristics arising in part from topography, any necessary regulatory oversight should be arranged.

of Until such a system is in place the BBC will continue to have responsibility for transmitting its television and radio services. The Government hopes that the BBC will, during this transitional period, test the market for the operation of its own transmission system by commercial contractors on a regional basis. This would be consistent with the steps which the BBC has already taken to test the market for a range of support services, as part of its general policy of devoting as great a proportion as possible of its resources to programmes. This would be a useful step in itself, and would also prepare the way for privatisation in due course. The advent of new services — such as the new national commercial radio services — will open up new commercial transmission opportunities. The Government also envisages that the BBC might, in the transitional period while it retains a transmission role, be able to arrange for its contractors to offer a transmission service to new entrants.