

**The Commission to determine the financial needs of the broadcasters (KEF), at its meeting on 25th June 2010 unanimously adopted the following decision:**

Against the background of the allocation of three program sites for the radio on Germany's currently advertised national multiplex the KEF summarizes the following unanimous decision. It recognizes the financial needs of the Germany radio for the conclusion of contracts with the Media Broadcast GmbH as part of the development project for the introduction of digital terrestrial radio and the other for the development project pending financial needs, and the declared funding needed for the planning of the ARD for the "Radio of the Future" under the following conditions to:

1. The Germany Radio will report to the meeting of the KEF AG4 in September 2010 on the conclusion of contracts with broadcast media and the completion of the approval of the state media authorities for the national multiplex.
2. If by then it should not have come to these contracts that are currently available project funds, both the ARD and the radio in Germany, the eligible capital to be transferred.
3. The network expansion of Germany radios will be harmonized with the expansion plans of ARD and the private sector. A network expansion for the Germany radio goes on the ARD network expansion comes out, for reasons economic use of resources of the question.
4. With notifications to 19 Report of the KEF ARD and Germany are radio reports on the success of the project. The KEF will decide in principle at this time on the recognition of project funds for the period from 2015.

ARD radio and Germany will be prompted to propose to the meeting of the KEF AG4 statements in September 2010 to shut down their long, medium and short wave transmitters. The Commission will consider whether the continued operation of these stations, especially in light of the development of Internet radio and digital terrestrial radio, are economical.

#### Background

The KEF had in its 16<sup>th</sup> and 17<sup>th</sup> Report on the financial needs of the basic decisions requested by ARD and Germany for terrestrial digital radio development radio hit. In its 17<sup>th</sup> Report they had formulated: "The funds for this project, applications of ARD and of Germany radio stations to digital broadcasting will not be released because essential parts of are not of the April 2008 designated criteria and thus the cost of the projects could not be detected. The provided project funding for the digital future of radio have not been removed but are available for new initiatives continue to be available.

In the spring of 2010, both the ARD as well as the Radio Germany had submitted the new KEF funding applications for development on "Radio of the Future". These development projects take into account firstly, the development of the "Radio on the Internet" and the fact that have advertised the state media institutions a national multiplex for digital terrestrial

broadcasting, has been in the assigned by decision of the Prime Minister of the Germany radio sites for three radio programs were.

The KEF had ARD radio and Germany in February 2010 presented an updated set of criteria, which she has placed the rating of the financial requirements for this development as a basis.

On 25 June 2010 unanimously drafted resolution allows the Germany radio, the contract negotiations with Media Broadcast GmbH cause. Should these negotiations lead to a successful conclusion both the ARD, as well as the Germany radio to implement the planned measures in the project requests. Since the CMR is aware of the risk that the digital terrestrial broadcasting of its listeners not to the ARD radio and Germany predicted measurement is used, it is in preparation for its 19th Report in 2013, review the economics of the development project. She also understands that closure of long, medium and short wave transmitters is possible, thus contributing to saving the cost of program distribution will be made possible.