# **DIGITAL ECONOMY ACT 2010**

### **EXPLANATORY NOTES**

#### **COMMENTARY ON SECTIONS**

# Topic 6: Independent radio services

## **Background**

- 130. The Act provides for the regulatory framework necessary to facilitate the delivery of a digital switchover of radio services to Digital Audio Broadcasting (DAB), referred to in the *Digital Britain: Final Report* as a "Digital Radio Upgrade". In particular, the provisions give powers to the Secretary of State to nominate a date for digital switchover and ensure that OFCOM have sufficient powers to provide for an orderly changeover on that date, particularly powers to:
  - Terminate relevant analogue licences by the nominated date for digital switchover without the licence holders' consent, subject to a minimum notice period of 2 years;
  - Renew national and local analogue radio licences for up to a further 7 years so long as licence holders also provide content in a digital service via a multiplex<sup>1</sup>;
  - Allow approved local licences to be renewed by the nomination of a national DAB service, providing that the analogue and digital services share at least 80% of their content; and
  - Allow for variation of the frequency or coverage area of a multiplex licence, with the aim of improving the coverage of DAB.
- 131. The Act reduces regulatory burdens by enabling local stations to share premises and administrative costs within an area approved by OFCOM.

A multiplex consists of a number of digital services, such as radio stations, bundled together and transmitted digitally on a single frequency in a given transmission area.