

### Enhance Capacity, Promote Public Values

Legco ITB Panel - 1 Aug 2006



# **RTHK's Future Aspirations**

To develop digitalisation of broadcasting in both radio (DAB, DMB) and high definition television (HDTV)

- To reprovision to a new and modern broadcasting headquarters
- To set up a new and independent TV channel
- To reinforce our multimedia services in connecting Chinese communities around the world
- To digitalise the RTHK archives and streamline programme content policy
- To enhance professional development of public broadcasting and nurture broadcasting new talents in Hong Kong

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## **Governance Framework**

- Core principles of good governance for a public service broadcaster
- Public accountability
- Institutional independence
- Operational flexibility
- Sustainability

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#### **Governance Framework**

#### Public Views

- HKU public opinion poll (Mar 2006): A vast majority (68.6 %) agreed that a public broadcaster should be governed by a body independent of the Government
- Other views:

status quo, privatization, propaganda arm of the Government

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#### **Governance Framework**

#### Options

- To reform RTHK into a statutory corporation (RTHKC)
- To set up a public trust fund either for all forms of PSB or only for RTHKC
- To restructure RTHK into a trading fund

#### ■ Recommendation:

RTHKC

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# Statutory RTHK Corporation (RTHKC)

#### RTHKC Legislation required to achieve the following:

- To provide the mandate for public service broadcasting so as to inform, educate and entertain the public under the principle of universality
- To promote and guarantee the independence of RTHKC from political or commercial interference within a framework of public accountability
- To ensure stable financial provision for RTHKC

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# **Statutory RTHK Corporation (RTHKC)**

- Governing Board and CEO (Con't)
- CUHK public opinion poll (May 2006): 42.6 % said members should be nominated by community organizations while 33 % said they should be nominated by the Legislative Council
- Composition of Governing Board:
- > 10 to 20 members from the public under specific conditions defined in the legislation to observe the following principles:

  a) Possess relevant expertise, including the fields of broadcasting, education, arts, culture, technology, journalism, law, etc;

  b) Free from political and commercial interference;
- c) Election or open nomination by community organisations from culture, arts and education sectors, and
- d) Legco should play a role in nomination procedure

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#### **Financing Arrangements**

- Public Funding Sources
- Direct Government funding on 3 or 5-year basis
- Licensing fee
- Trust fund
- Government rates
- Mixed funding sources
- Widen Funding Sources
- Sponsorship and donation
- Commercial sponsorship
- Revenue from programme sales and commercial sources

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# **Programme Initiative**

- Increase the proportion of commissioning to 25 %
- Good investment for Hong Kong, for the development of culture in general and for the independent film and documentary industry in particular
- Success of this initiative would depend on two factors: (a) that RTHK should operate its own television channel, and (b) that an adequate level of funding should be provided for productions

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# **Smooth transition of staff**

- **Staff Participation**
- Staff are the major asset of RTHK.

RTHK staff (on civil service or non-civil service terms) should be fully consulted on the arrangements for corporatization, preferably 12 months in advance

Civil Service Bureau Circular No. 26/91 on "General Guidelines for Staffing Issues in Privatisation / Corporatisation Exercises" should be observed

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