Analogue Commercial Radio Licence: Format Change Request Form

Date of request:	
Station Name:	Heart Cornwall
Licensed area and licence	Cornwall
number:	AL-296
Licensee:	Global Media & Entertainment Ltd
Contact name:	Kirsty Leith

Details of requested change(s) to Format

Existing Character of Service:			
A FULL SERVICE LOCAL STATION SPECIFICALLY FOR CORNWALL, WITH SPEECH AN IMPORTANT PART OF THE CONTENT. IT WILL FEATURE LOCALLY-FOCUSED NEWS, INFORMATION AND SPEECH CONTENT MIXED WITH ADULT-ORIENTATED POPULAR MUSIC FOR A BROAD AUDIENCE WITH PARTICULAR APPEAL FOR LISTENERS AGED 25-54.			
Proposed new Character of Service: A LOCALLY ORIENTED MUSIC AND INFORMATION STATION FOR CORNWALL, FEATURING ADULT- ORIENTED POPULAR MUSIC FOR A BROAD AUDIENCE WITH PARTICULAR APPEAL FOR LISTENERS AGED 25-54.			
Current arrangements: Proposed new arrangements:			
Current obligations: Proposed new obligations:			

The holder of an analogue local commercial radio licence may apply to Ofcom to have the station's Format amended. Any application should be made using the layout shown on this form, and should be in accordance with Ofcom's published procedures for Format changes.

Under section 106(1A) of the Broadcasting Act 1990 (as amended), Ofcom may consent to a change of a Format only if it is satisfied that *at least* one of the following five statutory criteria is satisfied:

- (a) that the departure would not substantially alter the character of the service;
- (b) that the departure would not narrow the range of programmes available by way of relevant independent radio services to persons living the area or locality for which the service is licensed to be provided;
- (c) that the departure would be conducive to the maintenance or promotion of fair and effective competition
- (d) that there is evidence that, amongst persons living in that area or locality, there is a significant demand for, or significant support for, the change that would result from the departure; or
- (e) that (i) the departure would result from programmes included in the licensed service ceasing to be made at premises in the area or locality for which the service is provided, but (ii) those programmes would continue to be made wholly or partly at premises within the approved area (as defined in section 314 of the Communications Act 2003 (local content and character of services)).

Only one of these five criteria need be satisfied in order for Ofcom to consent to the proposed change. However, even if Ofcom is of the opinion that the proposed change satisfies one or more of the statutory criteria, there may be reasons (depending on the particular circumstances of the case) why Ofcom may not consent to the proposed change. The additional criteria to which Ofcom will have regard when exercising this discretion can be found on our website.

Applicants should note that, under section 106ZA of the same Act (as amended), a proposed change that *does not* satisfy the first or last of these criteria (i.e. a change that Ofcom considers *would* or *could* substantially alter the character of the service, or does not relate to the origin of locally-made programmes) must, if it is to be considered further under any of the other three criteria, be consulted upon.

In the event that Ofcom receives a request for Format change and considers that criterion (a) or (e) is *not* satisfied, it will seek confirmation from the applicant as to whether it wishes to proceed with the request (and, if so, whether it wishes to amend or replace its submission in light of the necessity to make it public).

Please set out the statutory criterion, or criteria, set out in section 106(1A) of the Broadcasting Act 1990 that you believe is/are satisfied in relation to this Format change request, and the reasons for this.

Section 106 1A (a) that the departure would not substantially alter the character of the service.

There will be no substantial changes to the character of the service. Heart Cornwall will continue to deliver local news and speech at the times when listeners have said they want to hear it, there will be no change to Heart's music mix and there will be no reduction in the range of programmes available to listeners.

The requested changes will merely result in a slightly different balance in the levels of news, speech and music provided, in line with audience needs, as evidenced below.

Heart Cornwall will continue to feature regular bespoke local news bulletins, travel updates and presenter links throughout network shows and during the locally made drive show. Heart's local news reporters respond quickly to major local events and this would be unaffected. In the event of major stories which are highly specific to the local area, such as school closures, extreme weather or local crisis, more regular updates, presenter links and news bulletins are provided and will continue to be.

There will be no changes to the music mix on Heart, which will continue to be distinctive to that of Pirate FM and the community radio stations serving the area.

The change to the balance of speech and music will be relatively modest and absolutely in line with what 'full service' listeners have told us they want, as set out below.

Section 106 1A (d) that, in the case of a local licence, there is evidence that, amongst persons living in that area or locality, there is a significant demand for, or significant support for, the change that would result from the departure;

This change in the Character of Service is being requested in order to better serve listeners in the licenced area and bring the written format description for Heart Cornwall more closely in line with other Heart Stations in the South West.

On behalf of Global, Dynata recently surveyed nearly 1500 Heart listeners to explore their preferences around news and music. Two thirds of these listeners were within the TSAs of 'full service' licences including Cornwall so we could compare attitudes to the difference in programming. The sample size for the Cornwall was 116. Respondents for each target area were sourced by our partner agency Dynata from their own panel as well as using their network of preferred panel suppliers to ensure independence and robust sample numbers.

The survey responses show that a high proportion of listeners want more music and less speech and presenter content, and therefore provide clear evidence of significant support for the proposed change:

- **26%** of listeners believe that there is too much in the way of speech and presenter content, against 2% who believe there isn't enough.
- **27%** of listeners felt that there is not enough music, against 7% who felt there was too much.
- We asked listeners to estimate the current balance between music and speech on Heart, they said 62%/38% but given the choice, the ideal balance would be 70%/30%.

The survey responses also demonstrate that, with the very wide range of media now available to listeners, a requirement to provide extended news output no longer meets listeners' needs:

• **68%** of listeners in Cornwall believe that radio is best placed to deliver short, up to the minute bulletins, compared with TV at 28%

Cornwall listeners	Up to the Minute bulletins	In Depth Analysis	Views from Analysts	Views from the public	World Events	Local News	UK News
тv	28.3%	52.8%	47.1%	32.5%	59.5%	50.2%	65.7%
Radio	68.2%	15.4%	17.7%	34.6%	20.1%	46.9%	31.1%
Newspapers Magazines	12.0%	21.6%	25.8%	13.3%	24.5%	13.3%	18.1%
News websites	17.0%	17.1%	22.3%	9.0%	27.4%	24.4%	34.6%
Social Media	16.8%	8.2%	8.0%	19.7%	7.8%	14.3%	9.2%
l don't consume news this way	11.8%	15.7%	23.1%	28.8%	10.0%	8.1%	5.0%

• **52%** of listeners in Cornwall feel TV is best placed to provide longer, in depth analysis, compared with just 15% for radio.

The survey asked whether listeners had ever noticed the Heart Nightly News extended bulletins between 6:45pm and 7pm. There is a very low level of awareness amongst listeners, which clearly demonstrates the lack of demand amongst listeners for longer form speech content on the station and reflects the fact set out above that listeners don't believe that music based radio is the best medium to deliver longer, in depth analysis. Instead of the extended bulletin, there is a clear appetite for more music:

• **75%** of 'full service' listeners in Cornwall are unaware of the extended Nightly News bulletins. Of those that have heard the Nightly News, **14%** of listeners in Cornwall are more likely to switch it off or change station.

• Of the listeners who were aware of the extended Nightly News bulletins, <u>60%</u> would prefer that Heart played extra music rather than an extended news bulletin.

This research evidence clearly shows that listeners in the licensed area would support the proposed change.

Section 106 1A (b) - that the departure would not narrow the range of programmes available by way of relevant independent radio services to persons living the area or locality for which the service is licensed to be provided.

In addition, we also do not believe that the proposed change in format would narrow the range of programmes available in the area for the following reasons:

- There has been an increase in the number of commercial and community radio stations delivering content available to people living in the area over the last decade. Listeners therefore already have more choice and radio stations must be allowed to adapt to remain relevant in the face of this competition.
- There will be no change to the existing Heart music mix but listeners would get more music throughout the day, which <u>nearly 30% of current listeners to our 'full</u> <u>service licences' said they'd prefer</u>
- Heart Cornwall will continue to deliver relevant local news updates throughout the day

Current range of programmes available

Pirate FM is the only other licenced commercial radio station in Cornwall. It covers the whole of Cornwall using transmitters near Redruth and Liskeard. It runs locally generated news bulletins on the hour from 6am to 6pm with headlines at 6:30am, 7:30am and 8:30am. Its playlist covers music from 70's through to 2000's as well as the latest chart music.

Cornwall is now well served by community stations, each providing a focus on local content, news, travel and information for the areas in which they are based:

Radio Newquay Coast FM (West Cornwall) CHBN (Truro) Liskeard Radio (online throughout lockdown) Radio St Austell The Source (Falmouth & Penryn) Redruth Radio (online) Islands FM (Scilly Isles)

Please provide any additional information and/or evidence in support of the proposed change(s) below. In particular, the applicant may wish to outline how they see that the proposed change fits within Ofcom's published Format change request policy and also Ofcom's Localness guidance, which includes our co-location and programme sharing policy.

Ofcom notes on the request

Statutory requirements

This request relates to the FM licence for Cornwall held by Atlantic Broadcasting Limited, currently broadcasting as 'Heart'. The request has been submitted by the licensee's parent company, Global Media & Entertainment Limited ('Global').

Global's request seeks to change the 'Character of Service' description contained in the Format from:

"A full service local station specifically for Cornwall, with speech an important part of the content. It will feature locally-focused news, information and speech content mixed with adult-orientated popular music for a broad audience with particular appeal for listeners aged 25-54."

to:

"A locally oriented music and information station for Cornwall, featuring adult-oriented popular music for a broad audience with particular appeal for listeners aged 25-54."

These proposed changes would change the character of service as set out in the Format of the licence, and accordingly can be agreed only if Ofcom is satisfied in regard to one of the statutory criteria set out in section 106(1A) of the Broadcasting Act 1990 (as set out in the request, above).

If we are satisfied in relation to one of the statutory criteria, we are then able to decide whether or not to approve the request, taking account of our published policy criteria.

Assessment

In considering the request to change the 'character of service' we were satisfied in relation to section 106(1A)(a) – that the proposed change would not substantially alter the character of the service. Heart Cornwall would continue to be a mainstream music station aimed at a broad adult audience of 25-54 year-old listeners. It would also continue to have an obligation to provide locally-focused news and information for Cornwall, reinforced by the unchanged specific requirement to broadcast local news at least hourly during daytime weekdays and peak-time weekends.

We acknowledge that the revised Format may give the licensee slightly more flexibility in terms of the balance between music and speech content by deleting the phrase, "....with speech as an important part of the content". However, the revised Format refers to a "locally oriented music and information station for Cornwall", thus continuing explicitly to require information as well as music.

Global has presented arguments that the Format change request also meets the statutory criteria (b) and (d). Given that we consider that statutory criterion (a) is met, and meeting one statutory criterion is sufficient for the request to be considered in relation to our policy criteria, we have not considered it necessary to reach a view on whether statutory criteria (b) and (d) are also met. However, in the context of reaching a view on whether the changes proposed by Global meet criterion (a), we noted in the listener research submitted by Global under criterion (d) the low levels of awareness among Heart listeners of the 15-minute 'Nightly News' programme (broadcast

weekdays at 6.45pm). This suggests that longer form speech programming of this type is not viewed by listeners as being a significant contributor to Heart's character of service.

The Format change legislation leaves to Ofcom's judgement the decision as to whether to permit a change, even if one of the statutory criteria is satisfied.

Our policy guidance states that the time which has elapsed since a licence was first awarded is a relevant factor, as a licensee's need to adapt to audiences changing over time is understandable, whereas a change soon after award may be inconsistent with the licensing process whereby stations define their own Formats in their licence application. This Cornwall licence launched (as Atlantic FM) 15 years ago, in July 2006. Ofcom recognises that audiences change over time, and that, consequently, stations need to adapt in parallel. We recognise that the audience research submitted by Global showed that current audiences are broadly supportive of the way in which Global plans to use the slightly increased flexibility the Format change provides.

Decision

Ofcom has decided to approve this Format change request from Global because we were satisfied in relation to one of the relevant statutory criteria, and for the policy reason outlined above.

February 2021