

<u>COMMUNIQUÉ</u>

Wednesday March 24th 2022

MIND THE C-A-P!

WE NEED TO SAVE THE FINANCING OF FRENCH PUBLIC BROADCASTING!

France's public broadcasters have been forced to cut their budgets for five years in a row. Now, several presidential candidates are saying they want to scrap TV licence fee -or Public Audiovisual Contribution (CAP)- in order to protect people's purchasing power.

Anyone with a television set in France has to pay the €138 CAP tax each year. It's what helps finance FMM and France's other public broadcasters.

But the **campaign pledges to cut the CAP seem unfounded** and **no candidate has yet detailed how to fund public service broadcasting** without a licence fee. Scrapping it would not come close to making up for **France's skyrocketing inflation** (**3.6**% in February, the highest since 2008). It also masks the **real issues behind declining purchasing power,** which would be better served by **wage increases instead of tax cuts.**

Above and beyond the financial cost, the fact that the CAP is taxpayer and not governmentfunded guarantees more independence for France Medias Monde around the world.

Changing the way French public broadcasting is financed is even more problematic given the current climate. The CAP was built to protect public media companies from haphazard budgeting decisions that are often taken more from a political position than a strategic one. Scrapping the license fee would leave French public broadcasting at the whim of government budget decisions.

ONE OF THE LOWEST BUDGETS IN EUROPE

At €138 per year, the CAP is among the lowest public broadcasting licenses in Europe. Similar contributions come in at €162 in the UK, €210 in Germany, €334 in Denmark or €394 in Switzerland where citizens overwhelmingly voted to keep their public broadcaster (*Rapport Bergé*).

France Media Monde gets just €10 per year out of that €138 to fund France 24, RFI and MCD. That's already too small of a budget to finance the strategic and technical ambitions that are now under threat by cutting the license completely.

Public broadcasters and in particular FMM have never been more essential. The CFTC will continue to defend FMM's unique style and spirit, both in France and around the world. Despite growing budget pressure and politics, we will continue to fight for financing that guarantees FMM's independence.