

Policies of Universal Telecom Service in Vietnam

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Policies of Universal Service Obligation in Vietnam

I. Policies of Vietnamese Government on USOs

II. Viet Nam Public-utility Telecommunication
service Fund – VTF

III. Difficulties in implementing USOs in Vietnam

I. Policies of Vietnamese Government on USO:

1. List of Universal telecom services
2. Universal telecom services areas
3. Support norms
4. Approved Program on provision of public utility telecommunication services by 2010
5. Established Vietnam Public – Utility Telecommunication service Fund (VTF)



1. Universal telecommunications services:

- a. Standard telephone service;
- b. Standard Internet access service.



4. The program aims to ensure that by 2010

1. The teledensity in areas covered by public telecom services will be over 5 telephone sets (fixed line)/100 people

2. All communes will have public phone booths

3. 70% of communes will have public Internet access points;

4. Every citizen will get free access to mandatory telecommunication services



Strictly work and try for the best

5. Funding of Program on providing public utility telecom service till 2010

Capital for carrying Program : equivalent to ~ 325 million USD

Funding resources: contributions made in proportion to the revenues from those service provision (excluding connection charges)



Người dân đến xem sách báo miễn phí và sử dụng các dịch vụ bưu chính, viễn thông và CNTT ở các điểm BD-VH xã

- 5% of the revenues, for mobile telecom services

- 4% of the revenues, for inter. telephone service & international lease-line subscription service

- 3% of the revenues, for domestic telephone service & domestic lease-line service.

II. Vietnam public-utility Telecom service Fund - VTF:

① VTF's general information:



- Khôi phục TTL sau bão

- Being State Financial Organization, directly under Ministry of Post and Telematics (MPT).

- Operating for non-profitable goals; being exempt from income tax and value added tax

② General Principles and Objectives:

- To support the implementation of the State's policies on the provision of public-utility telecom services throughout VN. The primary tasks of the Fund include:



- to receive and mobilize financial resources to support public utility telecom programs and projects;

- to elaborate and execute programs, plans, projects involving provision of public utility telecom service.

- to organize selection and appraisal of projects to be supported by the Fund; and

- to monitor, evaluate, and report on the implementation of Fund-supported projects.

③ VTF responsibilities:



Local farmers assist in the construction spontaneously, hoping the project to be completed as soon as possible

- The Fund shall support the development and provision of public-utility tel. services in regions of VN where under the market mechanism, the relevant service-providing enterprises are unable to deliver service on a cost-effective basis. In so doing, the Fund shall support the execution of the Government's, the Prime Minister's, and the Post and Telematics Ministry's policies

for providing universal tel services in Vietnam

④ Scope of Fund support:

- Provide financial assistance to appropriate tel enterprises under two main types of support programs:



Triển khai mạng cáp viễn thông tại một tỉnh miền Trung

- Support for investment in and development of new infrastructure, access points in locations where adequate public-utility tel services are not yet available; and

- Support for maintenance costs for the continued provision of public-utility tel. services in areas where such services are already available, and for the development of users of such services

⑤ Forms of assistance

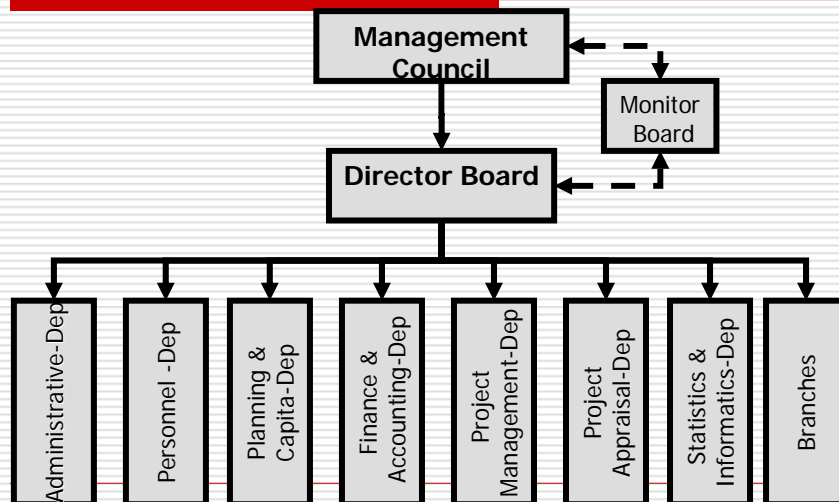
Financial support from the Fund to eligible tele enterprises may be provided in two main forms:



1. Direct funding for development and maintenance of public-utility tel. services within designated regions;

2. Soft loans to assist tel. and Internet enterprises in establishment, upgrade, and extension of infrastructure and facilities providing public-utility tel services within designated regions.

⑥ VTF ORGANIZATION CHART



III. Difficulties in implementing USOs in Vietnam

1. To define exactly the support norms for USO Telecom provider

2. To choice telecom technology in applying USOs areas

3. To ensure the Funding resource for USOs



*Technical drive
or
Business drive?*

Thank you for attention!
