



Roly Keating
Chief Executive
The British Library
96 Euston Road
London
NW1 2DB

6 December 2012

By Email

Dear Roly

REVISED FUNDING 2013-2015

I am writing to inform you of a change to the British Library's allocations for the financial years 2012-13, to 2014-15. This letter replaces any previous notifications.

Following the Chancellor's Autumn Statement on 5th December a budget cut of 1% and 2% has been applied to your programme (near cash) baselines for 2013-14 and 2014-15 respectively. Ministers are clear that spending on frontline services should continue to be prioritised, and that you should actively identify and implement the most cost-effective ways of delivering public services. We have corresponded previously on the need to set and maintain contingency plans to help you cope with budgetary reductions within and between Spending Review periods.

The amended control totals against which net expenditure will be monitored and the grant in aid that the Department will pay are as set out in the table below. The control totals are shown in the shaded columns and incorporate any other changes that have previously been agreed with you.

£m	Resource Budget						
	Admin (near-cash)	Admin depreciation	Total Admin (A+B)	Programme (near-cash)	Programme depreciation	Near-Cash Resource (DEL) (excluding ring fenced) (A+D)	Total Resource (DEL) Budget (C+D+E)
Year	A	B	C	D	E	F	G
2012-13	8.164	1.814	9.978	81.075	16.886	89.239	107.939
2013-14	8.044	1.814	9.858	81.407	16.886	89.451	108.151
2014-15	7.929	1.814	9.743	80.343	17.391	88.272	107.477

£m	Capital Budget				Grant in Aid (A+D+H+I)
	Core capital	Major Projects	Reserves	Total Capital (DEL) Budget (H+I+J)	
Year	H	I	J	K	L
2012-13	5.547	9.082	0.750	15.379	103.868
2013-14	3.189	-5.082	0.500	-1.393	87.558
2014-15	3.331	0.000	0.000	3.331	91.603

Guidance on the budgeting rules within which you are expected to operate has previously been circulated and can be found in the Treasury's Consolidated Budgeting Guidance.

If you have any questions about the content of this letter, or would like to discuss your contingency plans, then please get in touch with your usual relationship manager in the finance team or with me.

Yours sincerely,



SAMANTHA FOLEY
Finance and Commercial Director

cc: Baroness Tessa Blackstone
 Steve Morris
 Mick Wilkin