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By email

FUNDING 2013-2015

Following the Chancellor's Autumn Statement on 5th December 2012 a budget cut of 1% and 2% has been applied to the Department. I am writing to inform you that there is no change to UK Sport's allocations for the financial years 2012-13 to 2014-15.

Despite this, 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 expect UK Sport to maintain or increase world class funding for Olympic and Paralympic sports over the Rio cycle compared to London and ensure that all sports with medal potential continue to receive funding. In addition we expect UK Sport to continue to invest in the World Class Events Programme in support of the Government's economic growth strategy.

The 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	3.723	0.583	4.306	61.927	0.035	65.650	66.268
2013-14	3.213	0.583	3.796	36.087	0.072	39.300	39.955
2014-15	2.773	0.583	3.356	40.227	0.110	43.000	43.693

£m	Capital Budget				Grant in Aid (A+D+H+I+J)
	Core capital	Grants	Projects	Total Capital (DEL) Budget (H+I+J)	
Year	H	I	J	K	L
2012-13	0.316	0.000	0.000	0.316	65.966
2013-14	0.330	0.000	0.000	0.330	39.630
2014-15	0.345	0.000	0.000	0.345	43.345

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.

In the same way as we have previously advised, we recommend maintaining and setting contingency plans to help you cope with the possibility of further budgetary reductions in and between Spending Review periods.

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: Sophie du Sautoy
 Baroness Sue Campbell