

CMS 156943/DC

Mr Luqman Arnold  
Chair  
Design Museum  
Shad Thames  
LONDON  
SE1 2YD



*host government  
department*

20 October 2010

*Dear Mr. Arnold,*

## **2010 SPENDING REVIEW**

I am writing to inform you about the outcome of the 2010 Spending Review for my Department. DCMS's overall budget will reduce by 25% by 2014-15, which comprises a 24% reduction to the resource budget and a 32% reduction to the capital budget. Within this, we have been able to focus our resources to maintain funding for the Design Museum's education activities.

This letter sets out the funding provided by the Department to the Design Museum for its educational programmes and covers the financial years 2011-12 to 2014-15. I am setting out these high level budget allocations now to give you the best opportunity to plan for what will be a very challenging four year period.

My overall approach to the spending review has been to tackle the challenge in a strategic way, based on four principles:

- stopping lower priority projects and rethinking the role of the state in the sectors in which we operate;
- protecting for the long term our unique cultural, heritage and sporting assets;
- delivering a safe and successful Olympics in 2012; and

- contributing to the Government's growth agenda by supporting growth in our sectors and in the wider economy.

The new grant budget for your organisation will be £0.95m over four years.

### **Budgetary control totals**

The total grant that DCMS will pay in each year is set out in the table below.

£m	Total Resource (DEL) Budget
2011-12	0.328
2012-13	0.257
2013-14	0.202
2014-15	0.163

Despite the difficult circumstances, this represents a fair settlement with safeguards to protect the cultural, heritage and sporting cores. My Ministerial team and I look forward to working with you over the next few years.

*Yours ever*



**JEREMY HUNT**

**Secretary of State for Culture, Olympics, Media and Sport**