

Alan Davey
Chief Executive
Arts Council England
14 Great Peter Street
London
SW1P 3NQ



13 July 2012

By Email

Dear Alan

REVISED FUNDING 2011-15

I am writing to inform you of a number of changes to the Arts Council's allocations for the Spending Review period between 2011-12 and 2014-15. This letter replaces any previous notifications. These budget changes are administrative and / or reflect the outcome of discussions with your Finance Director. The letter confirms the Arts Council's final allocations for 2011-12, which had previously been agreed in email correspondence.

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.

£m	Resource Budget						
	Admin (near-cash)	Admin depreciation	Total Admin (A+B)	Programme (near-cash)	Programme depreciation	Resource (near-cash) (A+D)	Total Resource (DEL) Budget (C+D+E)
Year	A	B	C	D	E	F	G
2011-12	25.024	1.771	26.795	354.821	0.000	379.845	381.616
2012-13	28.378	1.770	30.148	422.317	0.243	450.695	452.708
2013-14	19.926	1.770	21.696	433.196	0.366	453.122	455.258
2014-15	15.498	1.770	17.268	430.306	0.423	445.804	447.997

£m	Capital Budget					Total Capital (DEL) Budget (G+H+I+J)	Grant in Aid (A+D+G+H+I)
	Core capital	Grants	Projects	Reserves			
Year	H	I	J	K	L	M	
2011-12	1.285	11.747	0.000	0.000	13.032	392.877	
2012-13	1.313	20.585	0.000	0.000	21.898	472.593	
2013-14	1.313	18.416	0.000	0.000	19.729	472.851	
2014-15	1.313	11.753	0.000	0.000	13.066	458.870	

Included within the figures are the amounts in the table below, which are funded by the Department for Education (DfE). DfE will notify the Arts Council if there are any changes to these allocations. A proportion of this funding in 2013-14 and 2014-15 remains subject to future DfE business planning exercises.

£m	Resource Budget		Grant in Aid (DfE funded) (A+C+D)
	Admin (near-cash)	Programme (near-cash)	
Year	A	D	
2011-12	0.153	0.050	0.203
2012-13	0.647	53.850	54.497
2013-14	0.592	66.430	67.022
2014-15	0.557	61.245	61.802

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 then please get in touch with your usual relationship manager in the finance team or with me.

Yours sincerely,



SAMANTHA FOLEY
Head of Finance

cc: Anupam Ganguli, Executive Director, Resources