PRIME MINISTER ROYAL ACADEMY APPEAL You were not happy with the draft reply to Sir Hugh Casson about the Royal Academy Appeal. You felt it was too long, and rather unforthcoming. I attach a revised and shortened version, which goes a little further towards offering Sir Hugh an additional Government contribution in 1985/86, but still falls short of a commitment. This apparently is as far as Lord Gowrie is prepared to go without the promise of some help the Chief Secretary. Content to send this draft? Or shall we press OAL and the Treasury a little harder,

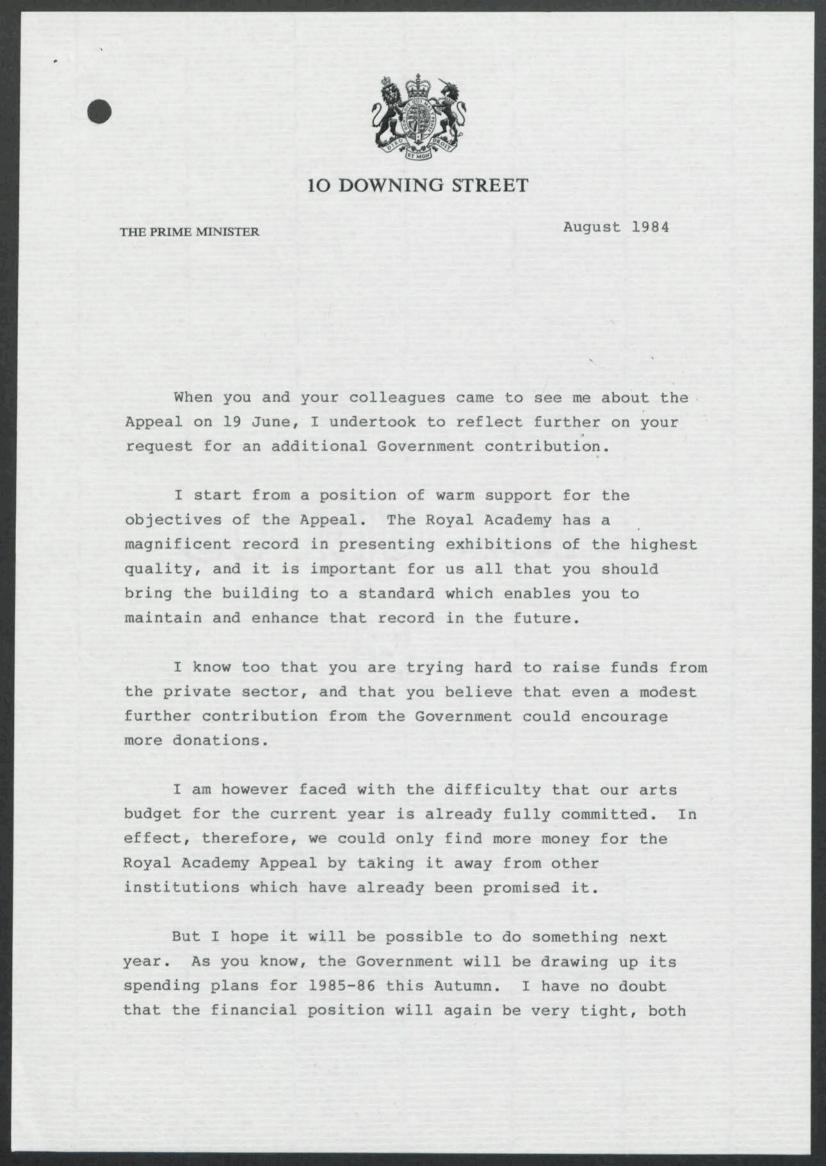
on the following lines:

- The Royal Academy is a unique institution, which (i) has done well to be as independent of Government as it has, and it deserves a modest additional contribution from the taxpayer.
- You accept that the 1984/85 Arts Budget is fully (ii) committed; but you would like to tell Sir Hugh Casson that in 1985/86 the Government will equal its previous contribution by providing a further £250,000.

(iii) You would be grateful if the Minister for the Arts and the Chief Secretary could discuss and agree between them how this money should be found; but you would be content with a solution which found half from out of the planned budget for the Arts, and allowed half as an additional bid in the forthcoming PES round.

Ves plane pro

Drus



for the arts budget and generally. Nevertheless, I can undertake that we will do our best to find room for some additional contribution to your Appeal, although I am afraid I can give no specific figure at this stage. Of course the progress that you can make yourselves between now and then in raising money from the private sector will be part of the picture; and I hope that you will keep Grey Gowrie in touch with that.

Si High CASSON

CF Pro.



ale AM

10 DOWNING STREET

From the Private Secretary

31 July 1984

As we discussed on the telephone I attach a revised and shortened version of the proposed draft reply to Sir Hugh Casson. The Prime Minister has not yet seen this, and I should be grateful for your comments before submitting it.

David Barclay

Richard Wilding, Esq., Office of Arts and Libraries





10 DOWNING STREET

MR. BARCLAY

I discussed this letter with the Prime Minister, and the reason why she did not sign it is that it contains a lot of dross.

Could you please re-draft the letter to Hugh Casson.

OF

27 July, 1984



10 DOWNING STREET

PRIME MINISTER

This draft to Sir Hugh Casson has been in your box before, but I think may have gone astray.

Content to sign?

Dub

26 July 1984



10 DOWNING STREET

THE PRIME MINISTER

July 1984

When you and your colleagues came to see me about the Appeal on 19 June, I undertook to reflect on whether there was anything more which the Government could do to help.

You set out the case very fully and fairly in the documents you sent me and in your oral explanation of the problems which you face. As I see it, your Appeal has achieved substantial success on the endowment side, but it is - as you recognise - going much more slowly in raising funds for the improvement of the building. The Government did of course provide £250,000 for this purpose in 1982-83 and you must be disappointed not to have attracted more than a further £200,000 or so from private sources towards your need for £2 million (or £2½ million with an allowance for contingencies).

I start from a portion of warm supput two I warmly support the objectives of the Appeal. The Royal Academy has a magnificent record in presenting from all exhibitions of the highest quality, and it is important that you should bring the building to a standard which enables you to maintain and enhance that record in the future.

Moreover, my colleagues and I greatly appreciate and, if I may say so, fully endorse your determination to keep the Royal Academy as an institution which is largely independent of Government financing. So we share a common approach to the present problem: it is a question of how the

I know too that you have made great effects to raise finance from the private Jection, and when we must

DRAFT LETTER FROM THE PRIME MINISTER TO SIR HUGH CASSON

ROYAL ACADEMY APPEAL

When you and your colleagues came to see me about the Appeal on 19 June, I undertook to reflect further on your request for an additional Government contribution.

I start from a position of warm support for the objectives of the Appeal. The Royal Academy has a magnificent record in presenting exhibitions of the highest quality, and it is important for us all that you should bring the building to a standard which enables you to maintain and enhance that record in the future.

I know too that you are trying hard to raise funds from the private sector, and that you believe that even a modest further contribution from the Government could encourage more donations.

I am however faced with the difficulty that our arts budget for the current year is already fully committed. In effect, therefore, we could only find more money for the Royal Academy Appeal by taking it away from other institutions which have already been promised it.

But next year is a different matter. As you know, the Government will be drawing up its spending plans for 1985-86 this Autumn. I have no doubt that the financial position will again be very tight, both for the arts budget and generally. Nevertheless, I can undertake that we will do our best to find room for some additional contribution to your Appeal, although I am afraid I can give no specific figure at this stage. Of course the progress that you can make yourselves between now and then in raising money from the private sector will be part of the picture; and I hope that you will keep Grey Gowrie in touch with that.