SWYDDFA GYMREIG
GWYDYR HOUSE
WHITEHALL LONDON SW1A 2ER

Tel. 01-270 3000 (Switsfwrdd) 01-270 0538 (Llinell Union)

Oddi wrth Ysgrifennydd Gwladol Cymru



Perb rela ccls.

WELSH OFFICE GWYDYR HOUSE

WHITEHALL LONDON SW1A 2ER
Tel. 01-270 3000 (Switchboard)
01-270 0538 (Direct Line)

From The Secretary of State for Wales

Rt Hon Peter Walker MBE MP

27 September 1988

ITV LEVY FOR CONTRACT EXTENSION PERIOD

I have seen a copy of your letter of 12 September to Nigel Lawson, and agree that the White Paper should include details of the scheme for changing the present system.

In his letter of 28 July to you the Chairman of the IBA argues that fourth channel subscription should be allowed as a deduction from NAR with only the net figure subject to a revenue-based levy. With our commitment to safeguard the future funding of S4C in view, and bearing in mind the desirability of treating the commercial sector equitably, I have some sympathy with his argument and I hope that it will receive careful consideration.

I am copying this letter to the Prime Minister, the other members of MISC 128 and Sir Robert Butler.

Jele Jele

Rt Hon Douglas Hurd CBE MP Secretary of State for the Home Department Home Office 50 Queen Anne's Gate London SWlH 9AT

BROADCASTING: BBC Finance PTS.

D.B. IX.