

Government of Madras

LAW (EDUCATION) DEPARTMENT

G.O. No. 1471, 6th October 1921

Grant-in-aid Code

Chapter XI of the—Grants towards endowments—Deleted.

Go. 1471
DT. 6 Oct 1921

N. P.

17

ORIGINAL

Government of Madras

LAW (EDUCATION) DEPARTMENT

G.O. No. 1471, 6th October 1921

Grant-in-aid Code

Chapter XI of the—Grants towards endowments—Deleted.

READ—the following papers :—

I

G.O. No. 112, Home (Education), dated 25th January 1919.

G.O. No. 901, Home (Education), dated 10th August 1920.

II

Letter—from S. N. SINGH, Esq., M.B.E., Additional Under Secretary to the Government of Bihar and Orissa, Education Department (Education Branch).

To—the Secretary to the Government of Madras, Home (Education) Department.

Dated—Ranchi, the 23rd July 1920.

No.—913 E. R.

In reply to your letter No. 1426 A-2, dated the 6th July 1920, I am directed to say that there are no rules in the Education Code of Bihar and Orissa corresponding to those in Chapter XI of the Madras Grant-in-aid Code for the payment of grants towards the endowment of professorships, lectureships, teacherships, etc.

III

Letter—from the Hon'ble Mr. W. T. WRIGHT, M.A., I.E.S., Under Secretary to the Government of the Punjab, Home (Education) Department.

To—the Secretary to the Government of Madras, Home (Education) Department.

Dated—Simla, the 9th August 1920.

No.—725 G.S.

With reference to your letter No. 1426 A-2, dated the 6th July 1920, enquiring whether there are any rules in the Educational Codes of the Punjab corresponding to those in Chapter XI of the Madras Grant-in-aid Code the revision of which is now under the consideration of the Madras Government, I am directed to say—

(i) No grants are given as a rule towards the pay of professors or lecturers employed in aided colleges.

(ii) Grants may be given towards the maintenance of colleges up to a maximum equal to half the difference between the approved expenditure on the college and the income from fees and public funds. This grant is given yearly, without conditions of trust: but audited accounts have to be filed. In the case of the Khalsa College, Amritsar, three officers of the Indian Educational Service are on deputation by way of assistance towards its maintenance. Their salaries and pension contributions are paid by Government.

(iii) In the case of aided schools staff grants are given at one-third of the salaries paid, on behalf of teachers who are considered sufficiently qualified. No conditions of trust, etc., are required.

(iv) No grants are given, in connexion with scholarships. Open college and high school scholarships are provided by Government while middle school scholarships and close scholarships are provided by local bodies. No grants are given to aided institutions for the foundation of scholarships which they may desire to award. In fact, aided institutions do not give any scholarships from their own resources.

(v) Cases of capital grants for buildings, furniture and appliances, etc., are considered on their own merits and a grant is ordinarily given up to a maximum of 50 per cent of the expenditure. In the case of building grants a trust deed is executed which is signed by the school Manager and the Chief Secretary to Government reserving the prior lien of Government on the buildings in case they cease to be

used for educational purposes, and the deed is then registered and kept in the office of the Director of Public Instruction, Punjab. Payment is made on satisfactory evidence to show an expenditure of at least double the amount of grant sanctioned: and in the case of buildings a certificate of cost is demanded from the Public Works Department. Plans of buildings are approved by the Public Works Department. The same conditions apply to grants for laboratories. There are no aided workshops and museums in the Punjab.

IV

Letter—from A. H. C. JACKSON, Esq., I.C.S., Under Secretary to the Government of Bengal, General Department (Education Branch).

To—the Secretary to the Government of Madras, Home (Education) Department.

Dated—Darjeeling, the 9th September 1920.

No.—622-T/Edn.

With reference to your letter No. 1426 A-2, dated the 6th July 1920, I am directed to say that there are no rules in this province corresponding to those in Chapter XI of the Madras Grant-in-aid Code. I am, however, to forward for your information a copy of the rules about grants-in-aid to the schools and colleges in this province.

V

Letter—from J. C. KER, Esq., I.C.S., Secretary to the Government of Bombay, Educational Department.

To—the Secretary to the Government of Madras, Home (Education) Department.

Dated—Bombay Castle, the 17th August 1920.

No.—3417.

[SUBJECT.—Regarding the provision in the Grant-in-aid Code of the Bombay Educational Department for the payment of grants towards the endowment of professorships, lecturerships, etc.]

With reference to your letter No. 1426 A-2, dated the 6th July 1920, I am directed to state that there are no rules corresponding to those in Chapter XI of the Madras Grant-in-Aid Code and that the system of grant-in-aid obtaining in this Presidency will be found in the Bombay Grant-in-Aid Code and the Code of Regulations for European schools in this Presidency, copies of which are enclosed.

VI

Letter—from the Hon'ble KUNWAR MAHARAJ SINGH, C.I.E., Secretary to the Government of the United Provinces, Educational Department.

To—the Secretary to the Government of Madras, Home (Education) Department.

Dated—Naini Tal, the 28th September 1920.

No.—2206.

With reference to your letter No. 1426 A-2, dated the 6th July 1920, I am directed to forward a copy of paragraph 378-A of the United Provinces Educational Code, which provides for the payment of grants towards the endowment of professorships, teacherships, etc., in this province, and to say that this paragraph, which corresponds with the rules in Chapter XI of the Grant-in-aid Code of the Madras Educational Department, was included in the United Provinces Educational Code in imitation of the Madras Code, on the recommendation of a committee which was appointed by this Government in 1916 to consider the steps which should be taken to increase accommodation in the high schools of this province. It was considered that the effect of the adoption of the rules would be the encouragement of endowments by private benefactors. This expectation has, however, not so far been realized and advantage has not been taken of these rules on any single occasion.

2. The present rule is open to some of the objections stated in the letter from the Director of Public Instruction, Madras, and the question of revising it is under consideration.

ENCLOSURE

Copy of paragraph 378-A of the United Provinces Educational Code.

378 A.—Grants not exceeding one-half the amount given or devised may be made for the endowment of professorships, lecturerships, teacherships, scholarships, laboratories, workshops, museums, and other educational objects under the following conditions:—

(i) The endowment shall consist of Government securities to be invested in the names of trustees approved by the Government.

(ii) The endowment must not be created from moneys derived either directly or indirectly from ordinary funded or school income.

(iii) The trust-deed, which must be approved by the Assistant Government Advocate, shall contain a provision that, in the event of the object for which the endowment was created ceasing to exist, or of the management ceasing to comply with any of the conditions of the trust, the fund shall be distributed as provided therein.

(iv) The trustees shall render yearly accounts to the Director in the prescribed form (No. 36-A of Appendix I).

(v) The endowment of professorships, lecturerships or teacherships shall provide for the current salaries of particular professors, lecturers, or teachers; and no salary towards the endowment of which a grant has been paid shall be included as admissible expenditure for the purpose of determining the amount of aid to be given to a school or college.

(vi) No grant shall be given towards any prize endowment of the value of under Rs. 1,000, nor shall the amount of grant given towards any prize endowment exceed Rs. 1,000.

NOTE.—A grant under this paragraph requires the sanction of Government.

Order—No. 1471, Law (Education), dated 6th October 1921.

The Government have had under consideration the question of retaining the rules in the Grant-in-aid Code regulating the payment of grants towards endowments for educational objects. Notwithstanding the inducements offered by the rules, very few endowments have been created in the past in this Presidency and the object with which the rules were framed has thus not been fulfilled. The Government have accordingly decided to delete Chapter XI of the Grant-in-aid Code relating to grants towards endowments.

2. The following notification will be published in the *Fort St. George Gazette*:—

NOTIFICATION

In the Grant-in-aid Code, omit Chapter XI—Grants towards endowments.

(By order of the Government, Ministry of Education)

P. C. DUTT,
Acting Secretary to Government.

To the Director of Public Instruction.

" Accountant-General.

" Finance Department.

" Superintendent, Government Press, for publication of notification.

Editors' Table (order only).

Gazette.

NOTES CONNECTED WITH G.O. No. 1471, LAW (EDUCATION),
DATED 6TH OCTOBER 1921.

[SUBJECT.—*Grants towards endowments for educational objects.*]

(i)

From the Government of Bihar and Orissa, No. 913, dated 23rd July 1920.

(ii)

From the Government of the Punjab, No. 725, dated 9th August 1920.

(iii)

From the Government of Bengal, No. 622-T., dated 9th December 1920.

(iv)

From the Government of Bombay, No. 3417, dated 17th August 1920.

(v)

From the Government of the United Provinces, No. 2206, dated 28th September 1920.

Attention is solicited to the Hon'ble Mr. Davidson's note on page 7 of notes to G.O. No. 901, Home (Education), dated 10th August 1920. With reference to paragraph 4 of that note, the Governments of Bombay, Bengal, United Provinces, the Punjab and Bihar and Orissa were requested to state whether there are any rules in the Educational Codes of those provinces corresponding to the rules regarding the payment of grants towards endowments for educational objects contained in Chapter XI of the Madras Grant-in-Aid Code. All the Local Governments consulted have replied. From the replies received it is observed that there is no provision for the payment of endowment grants in any province except the United Provinces. In the latter, the rules in respect of endowment grants are exactly similar to those in this Presidency. The United Provinces Government state that advantage has not been taken of their endowment grant rules on any single occasion and that the question of revising them is under consideration.

S.K.—15-12-20.

2. Attention is solicited to paragraph 12 of the office-note and paragraph 2 of the Secretary's note on pages 5 and 6 of notes to G.O. No. 901, dated 10th August 1920. The question of the policy of Government in respect of grants towards endowments for educational objects is now for the consideration of the Minister.

N.K.—20-12-20.

C. RAMANUJA ACHARIYAR—22-12-20.

Submitted. It is best that, after M-1 peruses the papers, I take the file to him for discussion and orders.

R. RAMACHANDRA RAO—23-12-20.

Having regard to the fact that practically no private endowments of the kind mentioned in rule 61 of the Grant-in-Aid Code have been forthcoming either for the reason that the people of this province are comparatively poor or for the reason stated by Mr. Littlehailes in paragraph 1 of his letter, dated 17th April 1920—page 1 of G.O. No. 901, Home (Education), dated 10th August 1920, I am inclined to think that the present rule 61 may be allowed to stand intact. Rule 62 (v) may however be modified so as to allow the income in the shape of interest from the donor's share of the endowment being included in the half of the deficit which the management has to find as per rules 32 and 33 of the Code. This will satisfy Resolution 27 of the Educational Conference of 1916.

As regards the backward classes list, it may await the coming census—paragraph 3 of G.O. No. 901, dated 10th August 1920.

A. S[UBBARAYULU REDDIYAR]—4-1-21.

A draft order is submitted for approval. Finance Department may see the case as the proposed change affects the Government financially.

A.V.S.—18-1-21. N.K.—20-1-21. C. RAMANUJA ACHARIYAR—21-1-21.

R. RAMACHANDRA RAO—24-1-21.

FINANCE DEPARTMENT.

Please see the notes on pages 6 to 8 of notes to G.O. No. 901, Home (Education), dated 10th August 1920. M-1 suggests a modification of the existing rule 62 (v) of the Grant-in-Aid Code, so as to allow of the interest on the *donor's share* of the endowment being included for purposes of assessing grants under rules 32 and 33 of the Code. This involves some financial commitment. The extra expenditure is not however likely to be large seeing that the present rule has not attracted private donations to any extent. For orders whether the suggested modification will be accepted in Financial.

V.K.C.—10-2-21. C.R.S.—12-2-21.

Need not, I think, object.

J. M. HOOPER—10-3-21.

I think we should point out that, apart from adding something to the financial commitments of Government, it will tend to favour the institution with rich friends as against that which has none.

R. A. GRAHAM—12-3-21.

LAW (EDUCATION) DEPARTMENT.

But we wish to encourage investments.

2. The draft may now issue after M-1 approves.

N.K.—14-3-21.

C.R.—16-3-21 R.R.—17-3-21.

Draft approved with the interlineation noted at line 2 of paragraph 2 of the draft.

A. S[UBBARAYULU REDDIYAR]—18-3-21.

Submitted.

R.R.—19-3-21.

Would my Honourable colleague have any objection to the Finance Member seeing this before final orders are passed?

Submitted.

W[ILLINGDON]—21-3-21.

None.

R.R.—21-3-21.

A. S[UBBARAYULU REDDIYAR]—27-3-21.
Submitted.

R.R.—1-4-21.

I would venture to suggest that the financial policy underlying this question of grants for endowments is one which affects the whole Cabinet.

2. Personally I believe it to be radically unsound. We are now embarking, for the first time, on a policy of loans for capital expenditure, the object of which is to allow works which are going to benefit posterity to be built out of funds of which posterity will pay a share. The policy now in question is the exact opposite of this. We are going to tax the present generation in order to provide capital, the interest on which alone will go to posterity's benefit: nor does the analogy of the private

benefactor apply. In most cases the money which he gives is money which he can spare or which he demises to an institution with effect from the time of his death. The case of the tax-payer is quite different.

3. The policy seems to me equally unsound educationally: (1) it involves generally giving to those that have; (2) it involves applying the tax-payers' money to objects over which the Government have only a limited control; and (3) it is likely to embarrass the Government if and when they take direct control over secondary education. It has now been established that the only province which has adopted the same plan as Madras has recognized its unsoundness. It seems hardly necessary to add that the parallel which has been drawn between endowments and building grants will not hold water.

4. Finally as regards the present proposal to allow the interest upon the donors' share of the grant to count for other grants, this practically means that income from endowments is entitled to grants at 150 per cent, whereas income from current subscriptions is entitled to only 100 per cent. This again is a differentiation in favour of the rich. I think the details of this calculation will be sufficiently obvious but append an example for the sake of convenience.

A donation of Rs. 100 gives five rupees interest. Government add, under rule 62, Rs. 50, giving $2\frac{1}{2}$ per cent interest. Under the proposed rule, the five rupees is to be doubled under rule 33, so that the net grant on this five rupees will be Rs. 7-8-0.

5. It has already been pointed out that the interest on endowments is entitled to full grant under rule 33 without any of the tax-payers' money being locked up in an addition to the endowment and that this fact, coupled with the present refusal of allowing the same sum to count for grant twice over, is probably the real reason why endowment grants are not applied for. I am afraid that from the financial point of view I must regard the proposal to abandon this rule as illogical and financially unsound.

C. G. T[ODHUNTER]—2-4-21.

For orders as to further circulation or discussion in the Cabinet.

E.A.V.—4-4-21.

S.A.—4-4-21.

C. RAMANUJA ACHARIYAR—6-4-21.

R. RAMACHANDRA RAO—7-4-21.

I am inclined to agree with the above note by the Hon'ble Mr. C. G. Todhunter. The matter may be discussed in the Cabinet.

A. P. P[ATRO]—16-8-21.

May be submitted to His Excellency with reference to rule 21 of the Business rules.

N.K.—17-8-21.

C.R.—17-8-21. P. C. DUTT—19-8-21.

Answered separately.

Discuss in Council please after circulation. I should like to hear why

this matter has been "at rest" for four months?

W[ILLINGDON]—23-8-21.

C-1's note in the copy of notes circulated to him:—
"Chapter XI to Government Order."

L. D[AVIDSON].

Submitted.

2. The copy of the notes and current files circulated to M-3 has not yet returned. From C-1's note it would appear that the decision in the Cabinet was that Chapter XI of the Grant-in-Aid Code should be deleted. The file may perhaps be submitted to M-3 whether orders may issue in the sense of C-1's note.

S.K.—16-9-21. N.K.—16-9-21. C.R.—16-9-21. P.C.D.—16-9-21.

The decision of the Cabinet was noted thereon that Chapter XI should be deleted. Orders to issue accordingly.

A. P. P[ATRO]—26-9-21.

A draft order is submitted.

S.K.—30-9-21. N.K.—3-10-21.

C.R.—3-10-21. P.C.D.—5-10-21.

[G.O. No. 1471, Law (Education), dated 6th October 1921.]

Grant-in-aid Code---Chapter XI of the--Grants towards endowments deleted.

READ AGAIN G.O. No. 112 Ho. (Edn.) dated 25-1-1919 191

" " " " 901 do " 10-8-1920 191

READ ALSO:-

C. No. , From the , No. , dated 191

" " " " " " " " 191

" " " " " " " " 191

ORDER.

Press

No. 1474, dated 6. 8. 1921

*Please number
the list
to be
to be*

The Govt have had under consideration the question of retaining the rules in the Grant-in-aid Code - regulating the payments of grants towards endowments for educational objects. Notwithstanding the ~~inducement~~ offered by the rules, very few endowments have been created ^{in the past} in this Presidency and the object with which the rules were framed has thus not been fulfilled.

~~The Govt have decided to delete Chapter XI of the Grant-in-aid Code relating to grants towards~~

endowments, ~~as provision which does~~
~~not find place in current list of the provinces~~
The following notification will
be published in the Fort St. George
gazette.

Notification

"In the Grant-in-aid Code, omit
Chapter XI-Grants towards endowments."

To
The D.P.I.
The Supdt, Govt. Press,
for publication of notice
E.T. (order only)

Government of Madras

LAW (EDUCATION) DEPARTMENT

G.O. No. 1471, 6th October 1921

Grant-in-aid Code.

Chapter XI of the—Grants towards endowments—Deleted.

READ—the following papers:—

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To—the Secretary to the Government of Madras, Home (Education) Department.
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to say that there are no rules in the Education Code of Bihar and Orissa cor-
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grants towards the endowment of professorships, lecturerships, teacherships, etc.

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Letter—from the Hon'ble Mr. W. T. WRIGHT, M.A., I.E.S., Under Secretary to
the Government of the Punjab, Home (Education) Department.
To—the Secretary to the Government of Madras, Home (Education) Department.
Dated—Simla, the 9th August 1920.
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With reference to your letter No. 1426 A-2, dated the 6th July 1920, enquiring
whether there are any rules in the Educational Codes of the Punjab corresponding
to those in Chapter XI of the Madras Grant-in-aid Code the revision of which is now
under the consideration of the Madras Government, I am directed to say—

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employed in aided colleges.

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mum equal to half the difference between the approved expenditure on the college
and the income from fees and public funds. This grant is given yearly, without
conditions of trust: but audited accounts have to be filed. In the case of the Khalsa
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In fact, aided institutions do not give any scholarships from their own resources.

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executed which is signed by the school Manager and the Chief Secretary to Govern-
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To—the Secretary to the Government of Madras, Home (Education) Department.

Dated—Bombay Castle, the 17th August 1920.

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To—the Secretary to the Government of Madras, Home (Education) Department.

Dated—Naini Tal, the 28th September 1920.

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2. The present rule is open to some of the objections stated in the letter from the Director of Public Instruction, Madras, and the question of revising it is under consideration.

ENCLOSURE

Copy of paragraph 378-A of the United Provinces Educational Code.

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Order—No. 1471, LAW (EDUCATION), dated 6th October 1921.

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2. The following notification will be published in the Fort St. George Gazette:—

NOTIFICATION.

In the Grant-in-aid Code, omit Chapter XI Grants towards endowments.

(By order of the Government, Ministry of Education)

P. C. DUTT,
Acting Secretary to Government.

To the Director of Public Instruction.

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„ Finance Department.

„ Superintendent, Government Press, for publication of notification.

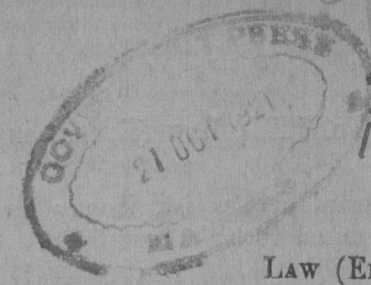
Editors' Table (order only).

Gazette.

Forwarded to the

(By order)

Senior Superintendent,
Law Department.



LAW (EDUCATION) DEPARTMENT.

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- (i)
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LAW (EDUCATION) DEPARTMENT.

But we wish to encourage investments.

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R.R.—17-3-21.

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A. S[UBBARAYULU REDDIYAR]—18-3-21.

Submitted.

R.R.—19-3-21.

Would my Honourable colleague have any objection to the Finance Member seeing this before final orders are passed?

W[ILLINGDON]—21-3-21.

Submitted.

R.R.—21-3-21.

None.

A. S[UBBARAYULU REDDIYAR]—27-3-21.

Submitted.

R.R.—1-4-21.

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C.R.—17-8-21. P. C. DUTT—19-8-21.

Answered separately.

Discuss in Council please after circulation. I should like to hear why

this matter has been "at rest" for four months?

W[ILLINGDON]—23-8-21.

Submitted.

2. The copy of the notes and current files circulated to M-3 has not yet returned. From C-1's note it would appear that the decision in the Cabinet was that Chapter XI of the Grant-in-Aid Code should be deleted. The file may perhaps be submitted to M-3 whether orders may issue in the sense of C-1's note.

S.K.—16-9-21. N.K.—16-9-21.

C.R.—16-9-21.

P.C.D.—16-9-21.

The decision of the Cabinet was noted thereon that Chapter XI should be deleted. Orders to issue accordingly.

A. P. P[ATRO]—26-9-21.

A draft order is submitted.

S.K.—30-9-21. N.K.—3-10-21.

C.R.—3-10-21.

P.C.D.—5-10-21.

by's note in the copy of notes circulated to him "Chapter XI to go" L. Davidson

Red

ORDINARY.

PRESS SLIP.

PREFERENCE.

URGENT (a).

DEPARTMENT.

Current No. dated 191
G.O. No. 1471, dated 6. 10. 1921.

(b)
Number of MS. pages sent { Correspondence
(b¹)
Notes.....

Brief subject

Grant in aid Code

(c) Number of copies required when struck off (not including copies for volumes and editors' table which are retained in the Press).	E. T. copies to supply requisitions for purchase by the public.	Complete correspondence and orders.	Notes.
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Marine Dept.....				
Ecclesiastical Dept.....				
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(a) If a paper is marked to be printed urgently, the Superintendent of the section concerned should sign the Press slip. The Superintendent should exercise a careful discretion in the matter.

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(b¹) For rules regarding printing of notes, see rule 315 of the office Manual.

(c) The number of copies and the details of distribution should be filled in by the Superintendent or Referencer concerned.

(d) In the absence of special instructions to the Press to keep matter standing for a specified period, ordinary papers of 8 pages and under will be kept standing for one week, and larger papers for two weeks only. The type of notes and of all confidential papers is distributed immediately after striking.

(e) This slip, properly and completely filled in, should accompany every paper sent to Press; it will be returned by the Press when proofs are furnished; it should be sent to the Press when a call is made for revised proofs or when a corrected proof is sent for striking. When finally returned by Press it should be filed with the original order or letter.

INSTRUCTIONS FOR THE PRESS.

(a) If, in the opinion of the Superintendent of the Press, a paper has been marked urgent unnecessarily, he should send the Press slip to the Registrar with a remark to that effect.

(b) Unless a note to the contrary is made against the matter, pencil entries should not be printed. The Superintendent of the Press may bring to the notice of the Registrar any instance of incomplete or careless editing.

(c) Signature copies of letters to the Secretary of State or to the Government of India should be printed on hand-made paper.

(d) This slip should be returned by the Press to the Secretariat when proofs are furnished; it will be sent back to the Press when proofs are returned corrected and should be finally returned to the Secretariat when struck-off copies are supplied.

(e) The names of the Secretary and Members should be printed in full when they occur on the right hand side, only the first time when they appear on the left side, the initials alone being printed later.

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B

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Clerk.

Referencer.
Clerk.

Referencer.
Clerk.

Supdt.

Supdt.

Supdt.

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TO BE FILLED IN BY THE PRESS.

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Call for revised proof received on.....	
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Total ...				

NOTES.

HOME (EDUCATION) DEPARTMENT.

NOTES CONNECTED WITH G.O. No. , HOME (EDUCATION),
DATED AUGUST 1921.

[SUBJECT.—Grants towards endowments for educational objects.]

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Copy circulated to the Hon'ble Sir Lionel Davidson
K.C.S.

Chp 21 8/50

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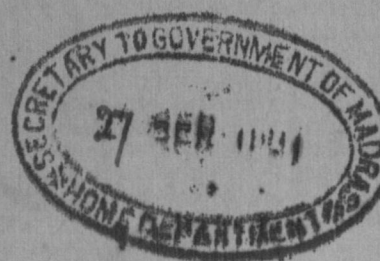
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W[ILLINGTON]—23-8-21.

*The file was
prepared
by the Hon'ble
Ras Bahadur
A. P. Patro
on 2-4-21 but returned
from him on 10-3-21 without
any note as to why it was
not circulated.*

Copy circulated to the Hon'ble
Ras Bahadur A. P. Patro garu.



Chap XI 6/0

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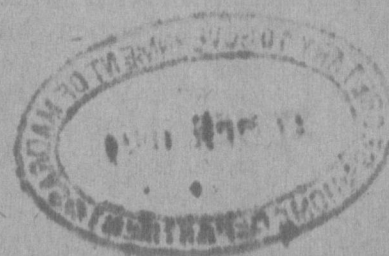
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