

E & P.H. (1946) Department.

Ms. SERIES.

G.O. No. 390

Edn.

Dated 23/2/46

Encl. P 16-17 of

[Despatch Abstract.]

University - Annamalai - Opening of Engineering
Courses - Recurring grant - Previous orders modified.

Back Papers.

G.O.	No.	Department.	Date.	G.O.	No.	Department.	Date.
	1892	Edn	20.12.44				
	252	Edn	20.2.45				

Further Papers.

G.O.	No.	Department.	Date.	G.O.	No.	Department.	Date.

No. 3304/45-2.

Government House,
Ootacamund,
8th October 1945.

Dear Mr. Subramanyam,

Block grant to the
Annamalai University.

45104

I am to send you the enclosed letter from the Vice-Chancellor, Annamalai University, dated 28th September 1945, on the above subject, for favour of advice in circulation as to the reply to be sent.

Yours sincerely,



(C. P. Scott)

M. V. Subramanian Esq., ICS,
Secretary to Government,
Education Department.



Ruthnaswamy Esq., M.A.(Cantab), Bar-at-Law, C.I.E.
Vice-Chancellor.



ANNAMALAI UNIVERSITY
ANNAMALAINAGAR

28th September 1945.

Dear Mr. Allandine



Let me express the University's thanks for your kind letter No.3/45-4 dated 2nd March, 1945, outlining the procedure adopted in the case of the Madras and the Annamalai Universities in regard to non-recurring and recurring grants. I am grateful that it has been recognised that this University, the smaller of the two Universities with slender resources, deserves a more favourable treatment than the Madras University. In the Pro-Chancellor's letter of the 12th January, 1945, a more fundamental issue had been raised, namely, the question of block-grants; and, from the point of view of academic bodies, it is a matter not merely of theoretical but of considerable practical importance. It assures the Universities a certain continuity of policy and a possibility of planning for the future on the basis of assured income.

In its report for the period 1929-30 to 1934-35, the University Grants Committee (London), speaking on block grants, records its opinion that "The entrusting of wide financial powers (namely, determining the allocation of all funds at the disposal of the University and controlling the finances of the University) to a body representing the University of London as a whole and in continuous and intimate contact with the work of its various component parts, will make it easier for the University to take full advantage of its great opportunities and to pursue an independent policy of development which will secure the most economical use of its aggregate resources".

4



4

The Committee goes on to record that the hope which they expressed in 1930 had been realised.

Following the recommendation of the Conference of Indian Universities held at Simla so long ago as in 1924, the Government took a decision a few years later that the recurring grants given previously to the Madras University for various objects should all be consolidated and the University given a permanent block-grant of Rs.2.30 lakhs over and above the older grant of Rs.85,000/- which had been provided in the Act of 1923. That principle has been applied also to the two Universities which were founded subsequently.

It has been requested therefore, that the principle of block-grants recognised in practice all these days in all the three Universities of this Presidency, should be continued to be adopted in respect of grants to the Annamalai University for its new College of Engineering and Technology.

I may be permitted to point out that all the grants to the University, except the Engineering College,, are block-grants. I therefore request you to place this aspect before His Excellency the Governor and earnestly appeal to him that the Engineering College grant may also be made a block-grant, namely, of Rs.2 lakhs out of the estimated expenditure of Rs.3 lakhs. I take leave to mention that this estimated expenditure of Rs.3 lakhs of the University's Engineering and Technology College will be seen to be exceedingly modest as it includes expenditure both on Engineering and Technology which costs considerably more



than Rs.3 lakhs every year, while the Madras Engineering College, Guindy, gives instruction only in Engineering courses.

I am encouraged to write this letter in the full belief that it has not been Government's intention to deviate from the principle of block-grants which has received universal recognition in the academic world and has been widely applied to Universities, including those in our Province.

I am,

Yours sincerely,

M. Arthanarayana



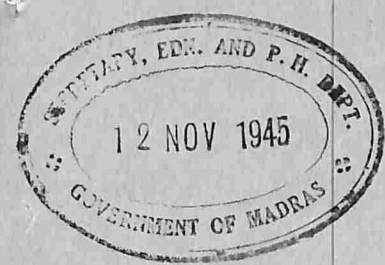
Governor's Secy.

Routine

Annamalai University - Block grant of Rs.2 lakhs a year.

H.E.the Governor-General sanctioned the grant of two-thirds of the actual recurring cost of the scheme subject to a minimum of Rs.1.33 lakhs a year and a maximum of Rs.2 lakhs a year for the organisation of Engineering Courses in the Annamalai University. It is now proposed to give a block grant of Rs.2 lakhs a year. E&PH may consider in consultation with Finance whether H.E.the Governor-General's sanction will be necessary for the modification proposed. The file may be circulated to H.E.with advice on the point. If it is decided that higher sanction is necessary, E&PH may also kindly put up two copies of a Memorandum, before submitting the file to H.E.

10.11.45
E&PH u.o.



Memorandum.

ANNAMALAI University - College of Engineering - Grant.

In December 1944 His Excellency the Governor General sanctioned the proposal of the Madras Government to give the Annamalai University from Provincial funds a grant of one-half of the actual non-recurring cost, subject to a maximum grant of Rs.10 lakhs, and two-thirds of the actual recurring cost, subject to a minimum of Rs.1.33 lakhs a year and a maximum of Rs.2 lakhs a year, for the organisation of Engineering courses in the University. The Government subsequently decided that the non-recurring grant of Rs.10 lakhs might be paid in full to the University before it had to draw upon Dr. Alagappa Chettiyar's donation towards the scheme or other funds.

The Vice-Chancellor, Annamalai University, has requested that the recurring grant may be made a block grant of Rs.2/- lakhs as the principle of block grants has been recognised in practice in giving grants to the Universities in the ^{past} ~~grant~~. The Government consider that ^{it is desirable to allow the} ~~they should not exercise such~~ ^{Annals of a free University} ~~tight control over~~ University expenditure and that, as the college grows, the annual recurring expenditure on it will exceed Rs.2/- lakhs, ^{as have decided to} the Vice-Chancellor's request may be acceded to.

The proposal involves a ~~substantial~~ modification of the terms of the previous sanction referred to in paragraph 1 above ^{of a possible extra expenditure of Rs.1 lakh}. With reference to paragraph 3(b) of the Memorandum of Financial arrangements during the section 93 situation, it is requested that His Excellency the Governor-General's sanction to the proposal may be accorded as early as possible.

(R)

1892 Edu
20.12.44

Original put
up in another
file

(D)

1892 Edu
20.12.45

p 5 of

p 3 N 12

in a, s

AM
21/11/45

W
21/11/45



MEMORANDUM.

In supersession of the memorandum forwarded with the demi-official letter from the Secretary to the Governor-General (Public) No.35/56/44-GG(A), dated the 25th November 1944, the Governor-General has approved the proposal for making a non-recurring grant of Rs.10 lakhs and a recurring grant of Rs. 2 lakhs per year to the Annamalai University for the organisation of Engineering Courses.

* Assistant Private Secretary
to H.E. the Governor.

Moin.

PTO

14

Governor's Secretariat.

U.O. Note No. 3304/45-6 dated 30 January 1946.

The above Memorandum may be communicated to
Education & Public Health Department u.o.

18/1/46
E&PH. u.o.

18/1/46
E&PH. u.o.

Telegram

Do the Registrar, Annamalai University
Annamalai Nagar.
[Please] report date of opening
of University Engineering College.

P.E. to P.O. 13-2-46

18/1/46 Ed health.

9554.

X (Q) 16/1

Annamalai Nagar 14

Secretary Education Public Health 8
Department MSO

= Sixteenth July 1945 :

Registrar

ms 121 Q
23/48

17/2

a year and a maximum of Rs. 2 lakhs a year, for ^{opening} ~~organising~~ engineering courses in the Univy. subject, among others, to the condition that an adjustment would be made each year, when necessary, with reference to the ascertained actual expre of the previous year in recurring items forming part of the scheme. They now direct that the grant be fixed at Rs. 2 lakhs a year and be paid as a block grant without reference to the actual ~~expre~~ expre.

para 27(c)

Ua 3.2.46
 JPM 4/2/46
 M 5/2/46

2 The grant payable for 1945-6 ^{for 7 1/2 months} ~~at the rate of~~ is Rs. 1,25,000. Excluding

Do the Rep, Annamalai Univy.
 D.P.D.
 A. G. (T. A. A. C. S.)
 Exr of D. A. A. C. S.
 28/2/46

18/3

10

(5)

the sum of Rs. 83,000 ordered to be disbursed in G.O. No. 722 Edu, d 7.5.45 the balance payable is Rs. 42,000. (Rs. forty two thousand). The A. G. is requested to disburse this amount to the Univy pending provision of funds.

3 The expre is debitab to the head '37. a. Edu - Univy - Grants to Universities C. Annamalai Univy - Authorised - Recp'.

Ua 16.2.46

JPM 16/2/46

Asst. C.45104. From the P.S.G. D.O. 3304/45-2, dated 8-10-45.

From the Vice Chancellor, Annamalai University - 29-9-45
Annamalai University - Grant for the Engg. College.

In G.O. 1892-Edn., dated 20-12-44, the Government approved the scheme proposed by the Annamalai University for organising Engineering courses in a new college of Engineering and stated that they would be prepared to make from Provl. funds a grant of one-half of the actual non-recurring cost, subject to a maximum grant of Rs.10 lakhs, and 2/3rds of the actual recurring cost, subject to a minimum of Rs.1.35 lakhs and a maximum of Rs.2 lakhs, a year. The grant was made subject to the following conditions, among others:-

(1) Advance paid in respect of the recurring grant and the non-recurring grant for equipment, would be subject to adjustment with reference to the audited figures of expenditure.

(2) The final adjustment of the grants given in advance towards expenditure on buildings would be made with refce. to the actual cost of the work done, as certified by the Executive Engineer.

2. Subsequently, with refce. to representations made by the Pro-Chancellor of the Annamalai University, the Govt. stated, in modification of "A" above, that they would be prepared to make from Provl. funds a non-recurring grant of Rs.10 lakhs towards the cost of the building and equipment.

3. When the question of sanctioning grants for the scheme was under consideration, the Pro-Chancellor represented that the non-recurring grant might be paid in a lump sum and the recurring grant be paid each year, also in a lump sum, in advance at the beginning of the year. This request was specifically considered - Vide the notes on pp.17-22 N.P. of G.O. 1892-Edn., dated 20-12-44. The Govt. decided that there was no need to give the University large sums that ^{it} could not spend at once ^{but} ~~it~~ could invest. ^{it} Please see also the P.S. G's D.O. at page 25 of R.

4. The question as to what conditions should be attached to grants sanctioned to Universities for specific purposes was subsequently examined in the notes to G.O. 26-Edn., dated 4-1-45.

A

R/2

pp 17-18 of
G.O. No. 252 (D)
20-1-45

original
of (R)
removed

B in tip
distilled

It was decided that the conditions referred to above should be imposed in the case of all grants sanctioned to Universities in future for specific objects. With reference to this decision condition (1) in para 1 above has been attached to the grant recently sanctioned to the Andhra University for the revision of the pay of the staff. It may also be pointed out that according to section 43 of the Annamalai University Act the Local Government may contribute from time to time such further sums as they deem fit to contribute to the general fund of the University or towards its buildings or equipment, subject to such conditions as may be agreed upon between them and the University. It would seem that the Act also contemplates the payment of grants for specific objects, subject to special conditions.

D
Y
1942-45
B

5. The grant sanctioned to the Annamalai University for the Engineering College is for a specific object and as such the request of the Vice Chancellor to make it also a 'block grant' seems inadmissible. He has, however, referred to the practice followed in England in making grants to Universities and asks for a reconsideration of the orders. It is doubtful whether this will be done. For orders. Finance may see.

A
C

(R)

17/10/45
'A' - The grant already given is a block grant in the sum of minimum of 1.33 lakhs is provided; but it is more of the nature of a specific grant is related to a specific purpose of, which is a maximum of 2 lakhs, related to actual expenditure on the specific purpose. In any case it is not a general block grant. But as indicated at 'B' above the Act itself warrants a grant of the kind which is made; & that is the grant to the fair partner. The grant is also passed with, I think, the consideration.

18/10/45

19 OCT 1945
FINANCE DEPARTMENT

4742
451042/45-1
18.10.45

Fin (Exp B)

Please see the notes of E.P.H. on pp. 1-2 above.

Subtd. that this dept. may agree with the views expressed in E.P.H. Secy's note on p. 2 above.

27.10.45 28.10.45

26/10/45

AI may see.
29.10.45 E.P.H.

4742/ES-1

29.10.45

49332

S & P.H. Dept

For orders as to circulation.

21.10.45

11/11/45

This seems rather a distinction in fact a difference. The Secy have promised a recurring grant of up to 2 lakhs in the Engineering College. If the Vice-Chancellor wishes this to be consolidated into the block-grant, I can see no objection. The College will from the annual recurring expenditure thereon will, no doubt, exceed 2 lakhs.

12/11/45

GOVERNOR'S SECRETARIAT
6 NOV 1945
4092

2 NOV 1945
GOVERNMENT OF MADRAS

block grant of Rs. 2 lakhs per annum. I have not liked the suggestion of Rs. 2 lakhs (R)

much. The universities are indignant at them. It is not proper that Govt. should exercise such tight control over university expenditure. 11/6/45

Ames, 5232080-1
19.11.45

E + P. H. sept.

The Finance sept. consider that the prior sanction of the Governor General should be obtained to the proposal to make the grant to the Annamalai University for the Engg. college a block grant of Rs 2 lakhs. A draft Memorandum is subd.

After approval, two copies will be subd. for Secy's signature and the file may then be circulated to H.E. (thru) A2 & A1

22/11/45 S

Two clean copies of the Memorandum are placed below for Secy's signature. The file may be circulated to H.E.

through A2 and A1.

22/11/45 S

(WAS a. 6:3 AM 26 NOV 1945 4551)

[Handwritten signature]
A2, A1, H.E.
20/11/45

Governor's Secretariat.

The Secretary to the Governor-General (Public) was addressed on 19th December 1945.



May be. H.E. G. G. sanction is received.

27.12.45

C5987 From the Govt. Sect, U.S. no 3804/1945 d 30.1.46. pp 13-14 of the Govt. Genl has approved the

proposal to make the recurring grant a block grant of Rs. 2 lakhs per annum. A draft order is submitted for appl.

2 In the B.R. for 1945-6 provision for a grant of Rs. 83,000 was included based on the appropriate portion of the minimum grant of Rs. 1.83 lakhs. This amount was ordered to be paid in ^{monthly instalments} by No. 722 Edg, d 7.5.45 of grant at the rate of Rs. 2 lakhs p.a.

(5)

1.50 - 0.83 = 0.67

should be paid in the current year itself an addl sum of about Rs. 69,000 ^(vide margin) will be required for this year. As it may not be possible to provide for this ^{amount} in this year's R.E. the extra grant may perhaps be paid during next year. Finance may see for remarks. (Draft order will be amplified after I have seen).

1.10.45 1044/45-3 live 5.2.46 4.2.46

4/2/46 S

(Fin. last noted on pp. 4-5 above) Fin (Exp. B)



73679B

Please see notes on pp. 6-7 above & the draft order below.

With reference to para. 2 above, it is subd. that necessary funds can be provided in the current year in order to meet the addl. expenditure involved in this case. The last date for submission ^(to the Fin. Dept.) of proposal for supplementary appropriations is 23-2-46. It is not necessary to postpone payment ^{to next year} of the addl. amount due to the Annamalai Univ. in this year. E.P.H. may be requested to determine what addl. grant will be payable in the current year for the period ~~commencing~~ from the date of opening of the College ^{to} and authorize its disbursement in the current year itself.

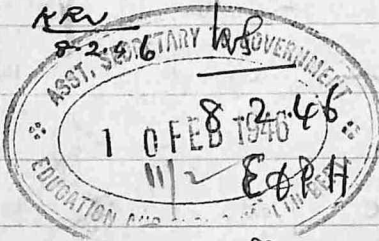
P

itself. The A.G. may be requested to ~~ad~~ disburse the amount to the Univ. pending provision of funds.

2. After some delay, E.P.H. may be requested to send to him an application for the provision of addl. funds required as a result of these admissions to include the additional amount required for the current year in the case of 7/2/46 into Consideration for grants for ~~reconstruction~~ and supplementary activities due in Finance 23.2.1946



Q 970143 Through B.G.



As, ~~the~~

Amno. 7367CB-1 8.2.46

In Finance note above - there is no information in office regarding the date of opening of the College. This is necessary for determining the exact addl grant payable in the current year. The Registrar may be asked to report the date urgently. Draft telegram is subd on p. 14 of Q in Finance note is noted.

826.85

wa 13.2.46
[Telegram to Rep, Annamalai Univ. d 13.2.46
C9554 Telegram par - Do d 14.2.46]

The College was opened on 16.7.45. The grant payable in the current year (for 7 1/2 months) at the rate of Rs. 2 lakhs p.a. will be Rs. 1,25,000. Excluding Rs. 83,000 already sanctioned for payment the balance payable is Rs. 42,000. The draft order has been amplified. Finance may see again before issue.

wa 16.2.46
[16/2/46 Finance]

40.451040/40-11

(Last finance note on 14.7.8 above)

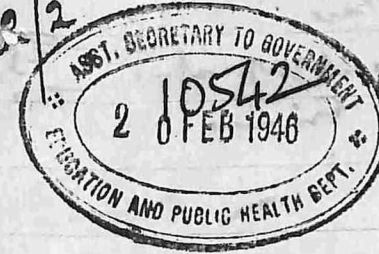
Please see the further notes of Eob.H. on p. 8 above. The draft order below as amplified may be accepted and the case returned to Eob.H.

mb 15.2.46
DR 19.2.46
Y 19.2.46
ws 19.2.46

Amno. 9701CB-1

19.2.46

2/2



For orders as to issue

BM

22/2/46

23240

10/10/42

(last known date in 1942)
Please see the further notes of 20.4.42 p. 8 above. The
Boat was taken as a gift and was being
sent to the home country.

10/10/42
10/10/42
10/10/42
10/10/42

1-251099.0000

10.5.42

10247