

EDUCATION AND PUBLIC HEALTH (1947) Department.

SERIES.

G.O. NO. 2376 Edn.

Dated 5-11-1947

[Despatch Abstract.]

Elementary Education Fund - Municipal Council, Bodipayakanur -
Revised scales of pay - Additional expenditure - Enhancement of
education tax - payment of advance and subsidy - Orders passed.

Back Papers.

G.O.	No.	Department.	Date.	G.O.	No.	Department.	Date.
u	232	Edn.	6-2-47				

Further Papers.

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

B.1.4682/47

Municipal office, Bodinayakanur
8-8-1947.

From

Sri I. Manickavasaga Nadar,
Commissioner & Special officer,
Bodinayakanur Municipality.

To

The Secretary to the Government,
Education and Public Health Department,
Fort St. George, Madras.

Sir,

Sub:- Education - Elementary Education- Bodinayakanur Municipal
Council- Revision of scales of pay - Additional expenditure
involved - Particulars - ~~xxx~~ Furnished.

Ref:- 1. G.O.No.975, Edn., dated 10-5-47
2. G.O.No.1154, Edn., dated 5-6-47
3. Memorandum No.52511-47-I-C.1. dated 26-7-47.

I

I submit that the extra expenditure to be incurred in
1947-48 than that of the budget provision due to the retrospective
effect to the revised scales from 1-1-47 as fixed in G.O.No.1154, Edn.,
dated 5-6-47 is Rs.3230/-

2. The rate of education tax is ~~21~~ 21% when the rate of
total taxation is 23% from 1-4-47 on account of the increase in the rate
of ~~taxation~~ scavenging tax by 1%. The rate of taxation is already
high and it is not further possible to raise the rate of taxation.
Further, General Account Ordinary is in deficit and the revised
scales of pay have not been given effect to the staff under General
Account so far on this account. It is not therefore possible to
raise the amount of contribution from the General account at this
stage. As there is no other possibilities to submit proposals for
meeting this additional expenditure, I request that the Government
may be pleased to bear the additional expenditure from provincial
funds.

3. The particulars called for in the above Government
memorandum are furnished below:--

- | | |
|--|------------|
| 1. The actual opening balance of the Ele.
Education Fund on 1-4-47 | 434-14-2 |
| 2. The additional expenditure on account
of the revision of scales of pay, which
should include expenditure on giving
retrospective effect to the scales from
1-1-47 | 3230-0-0 ✓ |
| 3. The anticipated closing balance ~~for~~ for
1947-48 | 10990-0-0 |
| 4. The proposals for avoiding deficit | Nil |
| 5. The rate of education tax now levied
in this Municipality | 2x 2 1/2 |

4. I request that the Government may be pleased to sanction
an advance of Rs.10,990/- being the anticipated deficit in the budget
including the cost of additional expenditure due to the introduction
of the revised scales of pay from 1-1-1947.

COMMISSIONER & S. OFFICER

Government of Madras
Education and Public Health Department 20.10.47
Memorandum No. 67833/47-3 C.I. Edn. dated 26-9-47.
65411/47-3.e

Subject: Elementary Education Fund - Municipal Council
Revised scales of pay - Additional expenditure -
Enhancement of Education Tax.

Ref: Memorandum No. 52511/47-1 C.I. Edn. dated 26-7-47.
From the Commr. Bodinayakanoor Df. No. 4632/47 d 8.8.47

The Commissioner and Special Officer, Bodinayakanoor, Municipality is informed that the question of enhancing the rate of education tax now levied by the Municipal Council is under consideration of the Government. He is, therefore, requested to withhold the issue of demand notices for property tax for the current next half year, until further orders are issued in the matter, and report ~~thereon~~ ^{the action taken by him.} ~~the action taken by him.~~
M.V. Subramanian,
Secretary to Government.

P.T.O.

To
The Commr. B.S.
Bodinayakanoor
Df.
20.10.47

22-

To:

The Commissioner and Special Officer

Municipality.

Forwarded/By Order

RPS/26.9.

Rajal. J. S. Sankar
SUPERINTENDENT.

Express Telegram

To

The Commissioner

Bodineyakamur Municipality.

(V)

224461

22-10-47

Government considering [the] increasing
[of] education Tax Stop. withhold [the] issue of
demand notices [for] property Tax [for the]
current half-yearly [and] wire report.

10/11
20.10.47

20/11/47

mm
22/10/47

Edheal H.



C-3.



INDIAN POSTS AND TELEGRAPHS DEPARTMENT.

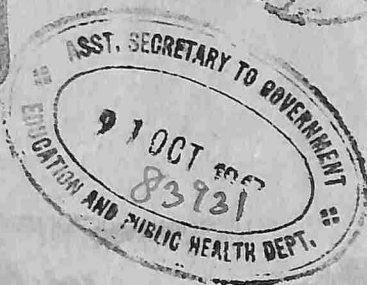
No.

Received here at _____ H. _____ M.

O HC BODINAYAKANUR 21 16 EDHEALTH MADRAS =

DEMAND NOTICES PROPERTY TAX CURRENT HALF YEAR NOT ISSUED

WITHHELD AS ORDERED = COMMISSIONER =



The sequence of entries at the beginning of this telegram is—class of telegram, time sent in, serial number (in the case of foreign telegrams only), office of origin, date, service instructions (if any) and number of words.
This form must accompany any enquiry respecting this telegram.
MGIFPAH.—2438—23-10-46—80,200 B.L.

Rec.A1 8096/47.

Municipal Office, Bodinayakanur,
Dated 26--10--'47.

From Sri I. Manickavasaga Nadar,
Commissioner, Municipal Council,
Bodinayakanur.

To The Secretary to Government,
Education & Public Health Department,
Madras.

Through The Ex-officio-chairman,
Bodinayakanur Municipality.

Sir,
Sub:- Elementary Education Fund--Municipal Council--Bodinayakanur--
Revised scales of pay--Additional expenditure--Enhancement
of Education tax.

Ref:- (1) Government telegram dated 20-10-47.
(2) This office telegram dated 21-10-47.
(3) Government Memorandum No.65411/47 -4 C.1. dated 20-10-47.

I submit that the demand notices of property tax for the current
half year have not been issued and they have been withheld as ordered by
Government. The post copy of this office telegram dated 21-10-47 is
submitted herewith.

M.M/26-10.

J. Manickavasaga
26.10.47
COMMISSIONER.

Forwarded.

B. R. Subramanian
26.10.47
Ex-Officio-chairman & Revenue Divisional Officer,
Usilampatti.

Post copy of this office telegram dated 21-10-47.

Edhealth,
Madras.

Demand notices property tax current half year
not issued. Withheld as ordered.

Commissioner.

(True copy)

C.No. 65411/47

49
5/11

not put up

page 1c.f

page 612 & 613 No. 17
(not put up)

* page 1c.f.
* M. A. P. 521 f.

K' in p. 32 f.
(Rs. 54600 5500 as rounded)

P in page 42 f

Education and P.H. (G.H.) Dept.

Elementary Education Fund - Municipal Council, Bodinayakanur,
Revised scales of pay ~~and grant of advances~~ increments -
Additional expenditure - Enhancement of education tax -
Payment of an advance and subsidy - Orders passed.

Ref: G.O.No. 975 Edn. dated 10-5-47.
-dO- 1154 Edn. dated 5-6-47.

From the Commissioner, Bodinayakanur, Dtd. No. 4631/47
dated 8.8.47

Order/Ms. No. 2376 Edn. dt. 5.11.47

Under sub-section (2) of section 35 of the
Madras Elementary Education Act, 1920, as amended
the Govt., direct the Municipal Council, Bodinayakanur,
to alter the rate of levy of the education tax in its
area from ~~2 1/4~~ ^{2 1/2} per cent per annum to three and three fourth
per cent per annum, on the annual rental value of
properties, with effect from 1-10-47.

2. The Government are pleased to sanction the
payment to the Municipal Council, Bodinayakanur, of
a subsidy of Rs. 5500/- (Rupees five thousand five hundred only)
towards the grant of dearness allowance to the elementary
education staff in the current year. They are also
pleased to sanction the payment of an advance of Rs. 1000/-
(Rupees one thousand only) towards the additional
expenditure on the revision of scales of pay ~~and the~~
~~grant of advance increments to the elementary education staff.~~ ^{Sanctioned}
staff. Interest at 3 1/4 per cent per annum (Provisional)
will be charged on the advance which should be repaid
in 1948-49. Penal interest will be charged at 7 1/2
per cent per annum if the amount is not paid before 31.3.49.

3. Pending the provision ^{of funds} in the budget, the
A.G. is authorised to place the amounts at the
disposal of the council. The Commissioner should
present the necessary bills at the Treasury to obtain
payment of the amounts or to have them adjusted. The

P.T.O.

expenditure on the payment of subsidy will be debited to "37-L- Education- Primary- Grants to Local Bodies for primary Education- I-A local bodies -I Ordinary areas -4- Teaching" and that on the payment of advance will be debited to "XLI- loans and advances bearing interest -f- Miscellaneous loans and advances - E. Advances to local bodies to cover Deficits".

4. The Commissioner, Bodinayakanur, Municipality is requested to take immediate steps to give effect to the G.Os. Nos. read above. ~~That additional~~ 975 Edu. d. 10.5.47 and 1154 Edu. d. 5.6.47.

5. As the E. E. Account of the Council for 1946-47 closed with a surplus Rs. 435, the Council should refund the amount at once. The A.G. is requested to recover the amount by adjustment from the subsidy sanctioned in para. 2 of the order.

20.10.47
No. 29+19
22/10/47
22/10/47

To
The Commissioner,
Bodinayakanur,
Municipality.
The A.G. thro' Fin.
The L.A. Deptt.
The Examiner of
L.F. Accounts.

Opd B
7.11.47

1506
753
1259
1840
419

ni.
edT
O.I.

C.No. 65411/47
page 1cf

page 23g (N)
did
page 1cf
para 2 (1) and (ii)
page 21g (N)

page 23g (N)
19-9-47

page 23g (N)
page 1cf

(Ascertained from L.A.)

8195
3230
750
12175 ✓

page 1cf

page 23g (N)

(Ascertained from L.A.)

E

A
19-9-47
by

under (do) E. E. Fund. Bodinayakanur - Revised scales of pay. Additional expenditure from the Council Bodinayakanur Rpts No. 4632/47 d. 8.5.47

The E. E. Fund budget of the Bodinayakanur for 1947-48 was expected to open with a Nil balance and to close with a deficit of Rs. 8195. The actual balance on 1-4-47 was Rs. 435. The Council was paid a subsidy of Rs. 4545 towards the payment of learners allowance to its E. E. staff last year. As the Account of that year closed with a surplus of Rs. 435, the Council may be asked to refund the amount to the Govt. If this is done, the budget for 1947-48 is expected to close with a deficit of Rs. 8195.

2. The Council incurs an expenditure of Rs. 20,092 on salaries and allowances of teachers. An additional expenditure of Rs. 3230 has to be incurred if the revised scales of pay are given effect to. In addition to this, provision has to be made for a sum of Rs. 750 towards the expenditure on the grant of advance increments to the E. E. staff. The increase in expenditure will be about 20%. If provision is made for the additional expenditure the deficit in the budget will increase to Rs. 12,175.

3. The Council levies education tax at 2 1/2 % p.a. on the annual rental value of properties and thereby derives a net income of Rs. 6775. If the rate of education tax is enhanced by 1 % p.a. with effect from 1-10-47 it would fetch an additional income of Rs. 1506 during the current year and an additional income of Rs. 304 p.a. The Council levies property tax at 23 % p.a. on the annual rental values which is above the conventional maximum laid down by L.A. It is not necessary to enhance the rate of education tax so as to provide funds for the additional expenditure referred to in para. 2 of the order. L.A. may advise whether the rate of education tax may be increased by 1 1/2 % p.a.

4. If the rate of education tax cannot be increased, the Council may have to be paid a subsidy of Rs. 8195 to cover the deficit in the budget on account of the payment of dearness allowance. The provision made in the budget for the payment of dearness allowance is Rs. 8465 and is in excess of the anticipated deficit.

5. The A. have already stated that the general account, even after adjusting to the entire H.C. grant sanctioned during the current year, will not be able to increase the contribution to the B.E. Fund. In view of this, an advance of Rs. 4000 may have to be paid towards the extra cost of revision of salaries and grant of advance increments.

6. L.A. and Finance may see.

159.47

17-9-47

S

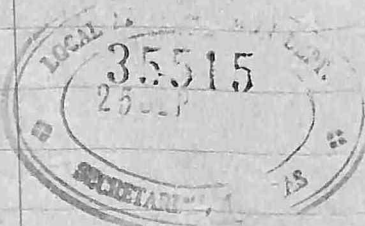
17-9-47

L.A.

E.P.H. note

6546/1-100
24-9-47

L.A. (C)



There is no scope to increase the rate of edu. tax

by 1 1/2% p.a. as the Council levies tax at 23% p.a. (including edu. tax) which is already a high rate for this type of Mpty. In the file re. the revision of staff it has been mentioned that Govt will not increase like this compulsorily raise the rate of property tax further.

The estimated General Acct for 1947-48 of the Bodinayakanur M.C. is expected to close with a deficit of Rs. 11,234 even after the appropriation of the area toll compensation sanctioned in the current year. Therefore the proposal to give effect to the revised scales of pay to general staff is lying till the final order on the file regarding grants to municipal councils in the current year is enable them to adopt the revised scales of pay are passed.

The only alternative seems to be that suggested

26-9-47

in para 5 of E.P.H. note on p. 2 ante. With these remarks the file may be passed on to Finance no.

26/9/47

26-9-47

The financial position of this Council is very bad. The rate of tax on property (23%) is already high. There is no scope to increase it.

This dept may suggest that the question of allowing the grant of advance increments may be deferred in this case.

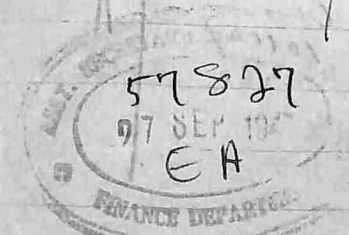
A Subsidy and an advance to cover deficit and the extra expense to which the C. is already committed is quite necessary in this case.

26-9-47

27-9-47

27-9-47

27-9-47



para 1, p. 1 above

8195 x 2 = 16390 = 5460

A above

10/10/47

Finance (Exp.A) Department.

Please see the notes of E & P.H. and L.A. on pp. 1-3 above.

2. If the Council refunds to the Government the sum of Rs. 435 being the excess subsidy paid by the Government in 1946-7 towards the cost of dearness allowance to the M.E. staff of the Council, the B.E. fund budget of the Bodinayakanur Municipal Council for 1947-8 will close with a deficit

of Rs. 8195. Following the usual procedure this Department may suggest that an advance subsidy of equal to 2/3rds of the anticipated deficit of Rs. 8195 viz., Rs. 5460 may be paid during the current year, without the sum of Rs. 435 due to be recovered from the municipal council being deducted.

3. L.A. suggest that in view of the very bad financial position of the council the question of allowing the grant of advance increments may be deferred in the present case. Finance may agree to the suggestion of L.A.

4. As a result of the grant of the revised scales of pay to the M.E.

P.T.O.

E.E. staff, the Bodinayakanoor Municipal Council will have to incur an extra expenditure of Rs.3230/- in the current year. This amount has to be made available to the Municipal Council either by increasing the rate of education tax or by granting an advance from provincial funds with reference to para 5 of G.O.No.975, Edn., dated 10-5-47.

The council is levying education tax at 2 1/2% per annum on the annual rental value of properties. The rate of property tax is at 23% p.a. which is stated to be above the conventional maximum laid down by L.A. E & P.H. propose that the education tax may be raised by 1 1/2% p.a. with effect from 1-10-47. But L.A. consider that there is no scope to increase the rate of tax in the present case and recommend the grant of an advance to cover the deficit with reference to para 5 of G.O.975 Edn., dated 10-5-47.

It does not appear that any advance can be granted to this municipal council without finding some means for the council to repay the advance. If the rate of education tax is increased by 1 1/2% p.a. as proposed by E&P.H., it would fetch an additional income of Rs.2259 in the current year and Rs.4518 per annum in subsequent years. This would reduce the advance payable from Provincial funds to Rs.971 or Rs.1000 roundly. The Municipal council can repay this advance in 2 instalments the additional income on account of the increase in tax after meeting the additional expenditure on account of the revision of pay.

In the above circumstances, Finance may advise that the rate of education tax may be raised by at least 1 1/2% per annum with effect from 1-10-47 and that an advance of Rs.1000 may be sanctioned and recovered in one instalment. (The council will have enough money to meet this annuity after meeting the additional expenditure on account of revision)

W.A. P.R.
10/10/47

10/10/47

For
11/7/47
2A/smm

L.A. Dept

The rates of taxes on property now levied in this mpty are as shown below:

P.T.O

Amp 1.5

not put up

inclusive of Edu Tax

B on p.3 above

not put up

A on p.1 above

1506 - 753
2259 x 2
= 4518

3230
2259
971

10/10/47

F.W.O 57827 ED-1

11.10.47

38437

(1) General tax	8 1/2
(2) W & D Tax	9 1/4
(3) Scavenging tax	3
(4) Edu tax	2 1/4
Total	23

The maximum total rate up to which the tax can be raised in mpties of this type according to the convention accepted by Fin is 21% h.a. As the financial position of this Cl is bad both under the Genl and Edu Accts, this dept may agree, as a special case to the increase in the rate of Edu tax by 1 1/2% h.a from 1.10.47

Rm
15.10.47

E.O.P.H

E&P.H (C)

38437/1-1
15.10.47



The rate of education tax levied by the Council, may be increased by 1 1/2% p.a. with effect from 1-10-47. Both L.A. and Finance have agreed to this.

2. An advance subsidy of Rs. 5460 or Rs. 5500 may be paid to the Council towards the anticipated deficit on account of the payment of dearness allowance to the E.E. staff in the current year. Finance have agreed to this.

3. An advance of Rs. 1000 may also be paid to the Council towards the additional expenditure on the revision of scales of pay as agreed to by Finance.

K'ap. 3 auto

K'ap. 3 auto

P'ap. 4 auto

4. In view of the unsatisfactory financial position of the Council, L.A. suggests that the grant of advance increments may be deferred in this case. ~~for reasons stated~~ The suggestion may be accepted.

5. Subject to orders, a draft order is submitted for approval.

21-10-47
22/10/47

21/10/47 S

TSA
2-11-47

1/11 (C.A.)
1/11 (L.A.) 23/11

20/10/47



12.11.47
21/11/47