

E & H

(1949) Department.

Ms

SERIES.

Dr G.O. NO. Ms. 5 Education
Dated 3-1-49.

Ex. 190

(12)

[Despatch Abstract.]

University - Annamalai - Construction of
residential quarters for teaching
staffs grant and loan -

Back Papers.

G.O.	No.	Department.	Date.	G.O.	No.	Department.	Date.
36	7105/1/48	3	10/7/48				

Further Papers.

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



All communications should be addressed to the Registrar, Annamalai University, Annamalai Nagar, and not by name.

ANNAMALAI UNIVERSITY

No. G.10
From

8th August, 1948.

THE REGISTRAR,
ANNAMALAI UNIVERSITY,
ANNAMALAINAGAR.

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

Sir,

Sub: Annamalai University - Construction of Residential
Quarters for Teachers etc.

Ref: Government's letter No.36710/G-3/48-3 Dn.dated 10-7-48.

With reference to Government's letter No.36710/G3/48-3 dated 10-7-1948, I request the favour of Government for reconsideration of their orders in respect of the application for a grant for the construction of staff quarters in the University campus. As already pointed out in my letter dated 11-5-1948, the principle of the residential character of the University has been conceded as early as in 1929, when the Annamalai University Act was placed in the Statute Book and in conformity with this principle the University has been, with its slender resources, constructing quarters for the staff, both Teaching and Administrative.

Owing to the increase in admission in all branches of study, the members in the teaching and administrative staff are now about double the number of 1940. The Special Committee constituted by the Syndicate and consisting of Sir A. Lakshmanaswami Mudaliar (Vice-Chancellor, Madras University), Mr. D.S.Reddi, the Director of Public Instruction, the Kumara Rajah Sir M.A.Muthia Chettiar of Chettinad, sometime Minister of Education for the Government of Madras, Mr. R.Vinayakam, M.A.,B.L., a member of the Syndicate, and the Vice-Chancellor of the University, have made the following recommendations inter alia:

"It is seen from a perusal of the building programme yet to be put through that there is a need for a Hostel Fund and another Fund for building quarters to make the university completely residential;

"The Vice-Chancellor reported that Government had promised a grant of Rs.4.5 lakhs towards a cost of Rs.10 lakhs for the new hostels. Out

of this, Rs. one lakh of donation by His Highness the Maharajah of Travancore is being utilised for a hostel for the Engineering Department. A sum of Rs.4.5 lakhs the University has to find for this



All communications should be addressed to the Registrar, Annamalai University, Annamalainagar, and not by name.

ANNAMALAI UNIVERSITY

13th September, 19348

14 SEP 1948

No. 6455

From

THE REGISTRAR,
ANNAMALAI UNIVERSITY,
ANNAMALAINAGAR.

To

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

Sir,

Sub: Annamalai University - Construction of Residential Quarters for teachers etc.

Ref: Government's letter No. 36710/G-3/48 Edn. dated 10th July 1948.

In my letter dated 11-5-48, I applied to Government for favour of a grant of Rs. 12.55 lakhs towards the construction of Residential Quarters in the University Campus, and the Government in reply have stated in their No. 36710/G-3/48-3 Edn. dated 10-7-48 that "it is not possible to pay any grant for the construction of quarters for the staff of the University; nor is it possible to sanction any loan free of interest for the purpose."

2. I beg to report that owing to the shortage of accommodation we are unable to attract teachers, and even the few that have joined duty are trying to get away. It is time that the question of providing accommodation is taken up early.

3. In this connection, I may be permitted to point out that when the Hon'ble Sri B. Gopala Reddy, Minister for Finance and Transport was here on 29-8-48 for the opening of the New Travancore Hostels, he made a detailed study of the needs of the University, and in the course of his speech delivered on the occasion, in reply to an appeal made by the Vice-Chancellor he was pleased to say that the Government would be inclined to view the matter more sympathetically if an application for the grant of a loan without interest towards the construction for Residential Quarters was made.

4. May I therefore request the Government to reconsider their orders and grant an interest-free loan of Rs. 12.55 lakhs repayable in instalments according to rules on the subject.

Yours faithfully,

S. Sathudaman Registrar.

pn.13/9.

Yours faithfully,

K. V. Registrar.

Ag. Registrar.

K.V.

PT

purpose. But as it does not seem feasible to arrange for the Rs. 4.5 lakhs, Government may be approached to make a full grant of Rs. 9 lakhs for the construction of Hostels, or, if that be not possible, sanction an interest-free loan repayable in instalments in 30 years. Towards this repayment the University may set apart each year sums realised by way of rent from students occupying the hostels. These rents deducting the cost of the repairs, if any, and annual maintenance charges, will go to build a sinking fund to pay off the interest-free loan;

"Towards the cost of quarters for teachers a request to Government for sanction of a capital grant is necessary;

"The Committee recommends that Government be approached for capital grants towards the cost of hostels and staff quarters."

The University, because of the fact that it is of the residential type, has got to accommodate all the Teachers within the University area. Several teachers, for want of accommodation here, are already undergoing difficulties and are put to great inconveniences. Chidambaram is not a town where a number of good houses are available for occupation by the members of our staff. I need hardly say how it would be more conducive to the University corporate life if all the teachers were to live with the students. Rs. 12,55,000 is a modest estimate of the requirements for providing all the members of the University staff with residential accommodation here.

As it is beyond the financial resources of the University to meet the increased cost on building additional quarters, the University is compelled to approach the Government for favour of a grant.

I therefore request that Government may be pleased to sanction Rs. 12.55 lakhs for the purpose.

ETH (573)

The ^{previous} papers on the subject have been put in another file relative to the request of the University for a grant for the construction of quarters for the teaching staff of the University. That file has been sent to Fin. Sec. on 11/9/48 with a note. This may lie over till the ~~papers~~ return of that file from Finance, or 20/9/48 whichever is earlier.

up
16/9/48
14/9/48

The file on the subject has been circulated to H. (Edn) on 24/9/48. This may lie over till the return of that file from circulation, or 5/10/48.

up
25/9/48
26/9/48

ETH (573)

The file referred to above has since been circulated to H. (Edn). This may lie over till the return of that file from circulation. This should have been added to that file and noted on before the file was re-circulated.

up
4/10/48
4.10.48

83

hand in
By
y. hi
y. hi
y. hi

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

Sir, Sub: Annamalai University- construction of Residential quarters for teachers etc.

Ref: Government's letter No. 36710/G3/48 Edn. dated 10th July 1948.

80158

In my letter dated 11-5-48, I applied to Government for favour of a grant of Rs 12.55 lakhs towards the construction of Residential quarters in the University campus and the Government in reply have stated in their letter No. 36710/G-3/48-3 Edn. dated 10-7-48 that " it is not possible to pay any grant for the construction of quarters for the staff of the University; nor is it possible to sanction any loan free of interest for the purpose.

I beg to report that owing to the shortage of accommodation we are unable to attract teachers, and even the few that have joined duty are trying to get away. It is time that the question of providing accommodation is taken up early.

In this connection, I may be permitted to point out that when the Hon'ble Mr. B. Gopala Reddy, Minister for Finance and Transport was here on 29-8-48 for the opening of the New Travancore Hostels, he made a detailed study of the needs of the University and in the course of his speech delivered on the occasion, in reply to an appeal made by the Vice-Chancellor he was pleased to say that the Government would be inclined to view the matter more sympathetically if an application for the grant of a loan without interest towards the construction for Residential quarters was made.

May I therefore request the Government to reconsider their orders and grant an interest free loan of Rs 12.55 lakhs repayable in instalments according to rules on the subject.

Yours faithfully,
Sd. S. Satchidanandam Pillai
Registrar.

The Secretary to Government of Madras,
 Education and Public Health Department,
 Fort St. George, Madras.
 Sir, Annamalai University - construction of Residential
 quarters for teachers etc.
 Left Government's letter No. 25710/3-48 dated
 10th July 1948.
 In my letter dated 11-5-48, I replied to Government for
 favour of a grant of Rs. 12.50 lakhs towards the construction
 of Residential quarters in the University campus and the Govern-
 ment in reply have stated in their letter No. 25710/3-48-3 dated
 dated 10-7-48 that "it is not possible to pay any grant for the
 construction of quarters for the staff of the University; nor is
 it possible to sanction any loan free of interest for the purpose
 I beg to report that owing to the shortage of accommodation
 we are unable to attract teachers, and even the few that have
 joined duty are trying to get away. It is fine that the question
 of providing accommodation is taken up early.
 In this connection, I may be permitted to point out that
 when the Hon'ble Mr. P. Gopala Reddy, Minister for Finance and
 Transport was here on 22-8-48 for the opening of the new
 Travancore Hostels, he made a detailed study of the needs of
 University and in the course of his speech delivered on the
 occasion, in reply to an appeal made by the Vice-Chancellor
 he was pleased to say that the Government would be inclined
 to view the matter more sympathetically in an application for
 the grant of a loan without interest towards the construction
 for Residential quarters etc.
 May I therefore request the Government to reconsider their
 orders and grant an interest free loan of Rs. 12.50 lakhs
 repayable in instalments according to rules on the subject.
 Yours faithfully,
 S. S. Sathyanarayanan Pillai

80138
 12

5
 7
 847.24 (93)
 Letter
 Ref. Ms
 To
 The Registrar, Annamalai
 University, Annamalainagar
 Subject: - University -
 Annamalai - Construction of
 Residential quarters for teaching
 Staff etc - Grant & loan -
 I am directed to refer to your
 letter no. 2.10 dated 8th Aug. 48 and
 letter no. 6455 dated 13th Sept. 48
 on the subject cited and to state
 that the Govt. have again carefully
 considered

1-3-4

GOVERNMENT OF MADRAS
Education and Public Health Department
Letter Ms. No. 5 Education.

From M.V. Subramanian Esq., I.C.S.,
Secretary to the Government of Madras.

To The Registrar,
Annamalai University,
Annamalainagar.

Dated, Fort St. George, the 3rd January 1949.

Sir, Subject: University- Annamalai- Construction of residential
quarters for teaching staff etc.- Grant and loan.

I am directed to refer to your letter No.G.10 dated 8th August 1948 and letter No.6455 dated 13th September 1948 on the subject cited and to state that the Government have again carefully considered the requests contained in those letters. The Government observe on an examination of the audited accounts of the University for 1946-47 that its financial position is not unsatisfactory and that it was possible for it to transfer from the general Fund, sums of Rs.3.35 lakhs and Rs.2.15 lakhs to the Permanent Endowment Fund and Building Fund respectively. They therefore consider that it should be possible for the University to make diversions from the Permanent Endowment Fund towards the scheme in question.

I am to state that the Government therefore see no justification for a modification of the orders already communicated in their Letter No.36710 G.3.-48-3 Edn., dated 10-7-1948.

Yours faithfully,

Secretary to Government.

BP/3.1.

Considered the requests contained in those letters. The Govt observe on an examination of the audited accounts of the University for 1946-47 that its financial position is not unsatisfactory and that it was possible for it to transfer from the general fund, sums of Rs 3.35 lakhs and Rs 2.15 lakhs respectively to the Permanent Endowment fund and Building fund. They therefore consider that it should be possible for the University to make diversions from the Permanent Endowment Fund towards the scheme in question. I am to ask that the University may explore the possibilities of such a diversion of funds for the purpose.

I am to state that the Govt. therefore see no justification for a modification of the orders already communicated in their Letter No. 36710 G.3.-48-3 Edn. D/10.7.48. Y.T.

28/12/48.

28/CS

E+PH (G3)

University - Annamalai -
Construction of residential quarters for teachers etc. - Request for reconsideration of orders From the Registrar, Annamalai University, No. G.10 dt-8.8.48

CNo. 58962/48
PP-2 of

PP-7-8 of A
LF

PP-2 of

A $\frac{m}{10-9-48}$
W

In letter No. 36710 G3/48-3 Edw, dt-10.7.48, the Govt. turned down the request of the Annamalai University for a grant for the construction of quarters for the staff. The Registrar, Annamalai University, now requests for reconsideration of the above orders and has applied for a grant of Rs. 12.55 lakhs, for the reasons mentioned in his letter on pp-2 of. ~~No~~ new grounds have been adduced for revising the orders already issued. For orders whether the request of the University may be negatived. Finance may see prior to circulation!

all
8/9/48

$\frac{m}{10-9-48}$

S | Fin
W 1/10/48 Jm

99.48

Done 11/9.

E+PH (G3)

Ref No. 58962 G3/48-12w

11/9/48

Fin (Exp A)

A above may be agreed to in Finance.

B 179.48 E+PH

69851

AA
179.48
Vat
9.48

E-14(G3)

The file may now be
circulated to H.M. (Edn) for
orders on A on plant

21/9/48

23-9-48

S H. (Cm)
H.M. (Edn)

22.9.48

No full grant

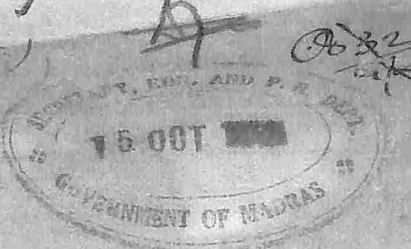
15A

26-9-48

E. & P.H. (G.3)

Please see the minutes of H.M. (Edn) above. In May 1948,
the Annamalai University applied to the Govt. for a grant of
Rs. 12.55 lakhs for the construction of quarters for the staff
within the campus of the University. The question was consider-
ed and the request of the University was negated, as a similar
request from the Andhra University for a grant for the construc-
tion of quarters for the staff ^{had been} ~~was also~~ negated and also ~~with~~
in ~~view~~ view of the present financial stringency and the need for
conserving as much money as possible for elementary and secondary
education. Now the University has applied for reconsideration
of the above orders. As no new grounds have been adduced by the
University, the proposal in this case is to turn down the Uni-
versity's present request, also. It is not clear from the above
minute of H.M. whether as already decided, a grant may be refused for the time.
the University should be given no grant at
all. The file may now be recirculated to H.M. (Edn) for orders
whether the University may be informed that the orders already
issued in Lr. Ref. No. 36710-G3/48-3 Edn., dated 10-7-48 cannot be
reconsidered.

S H. (Cm)
H.M. (Edn)
15A
11-10-48



C.No. 68185/48.

From the Registrar, Annamalai University, No. 6455 dated
13-9-1948.

Please see the letter from the Registrar, Annamalai
University, since added as p.3 c.f. The Registrar
states that owing to the shortage of accommodation,
the University is not able to attract teachers, and that
even the few that have joined duty there, are trying to
get away. He also states that in connection with the
opening of the New Travancore Hostels at the University
H.M. (Fin) in the course of his speech mentioned that
the Govt. would be inclined to view the matter more
sympathetically if an application for the grant of an
interest-free loan for the construction of residential
quarters for the staff was made. The Registrar therefore
requests the Govt. to reconsider their orders in
letter No. 36710-G3/48-3 Edn., dated 10-7-1948 regarding
the grant of a loan. The question of sanction of a
loan for the purpose for the University was previously
~~Considered~~ ^{Considered} and the application of the University was
turned down. Please ^{see} the notes ~~xxxxx~~ on p.2 n.f. and
orders of H.M. (Edn) on p.3 n.f. of (A). There seems
to be no ground for reconsidering the orders already
passed in the matter. The University's request may
be negated. ~~Finance may see prior to circulation~~



Fin (Ex-11)
(Previous Fin. note on p.1. above)
the notes following and orders in
circulation on pp2-3 above may be

perused.

In the circumstances stated,
Fair may agree ^{with} ~~to~~ the ~~Proposed~~ view
of C.F.H. as an overleaf. ~~at this point~~

740
20. x. 48 ΣΟΡΙΑ

File no. 91883 SA-1
5-10-68

21 OCT 1948

In May 1948
The Annamalai University applied
for an ^{interest free} loan ~~for~~ from the Govt. for
the construction of residential quarters
for the staff. The request was negatived.
Now the University requests reconsidera-
tion of the above orders. As there are
no grounds for reconsidering the
previous orders, His Deft. propose
to negative the present request of the
University also. Finance agree
with this Deft. The file may
now be circulated to HH (Edu)
and HH (Fin) for orders whether
the University's request may be
negatived. Attention is invited to para 3 of the letter on p 34

u
22/02/48

S. 1

2nd 1/2 hr (K) (S) ✓

~~8460~~

2 NOV 1954
GOVERNMENT OF MADRAS

Why not be allowed to find the diversion from the Foundation fund? Otherwise that is the way out. Please examine B.G. 19.81

Please see Item (iii)'s minute on the previous page. Item apparently refers to the Permanent Endowment Fund which has been constituted under Section 41 of the Annamalai University Act, 1929. This consists of certain investments required by the Act - According to the Audit Report of the University for 1947, the investments in the fund, up to that year amounted Rs 89,79,800. So far as this fund is concerned, there seems to be no question of diversion -

651 y.R.
Hemelglan
ang. Calendar
(1942-45)

The abstract of Accounts on p. 91 of in letter No 36712-933 D 10.7.48 - shows a cash receipt of Rs 3,34,505 and an expenditure of Rs 3,13,505 - It is not clear what these figures represent. The above receipt figure ^{apparently} presents the income from the Permanent Endowment, which is part of the General Fund of the University - See 42 (a) - The Examiner may be asked to state what the ^{similar} receipts are for the ^{subsequent} ^{current} years - ^{for this year} ^{the question} of earmarking this for the construction of residential quarters may be considered after this information is received - Subject to orders a draft memo is

Submitted for approval -
H.M. (Edn) & H.M. (Fin)
May Sec.

22.11.48

The latest audited figures received from the Exr. of L.F. Accounts are those for the year 1946-47, recorded in G.O.No.1728 Edn., dated 10-7-1948. The figures for 1947-48 may become available just before the annual meeting of the Senate which will be held in the month of March, 1949. It seems unnecessary to send any reference to the Exr. of L.F. Accounts as proposed above.

The Annamalai University Act provides for two main funds, viz., the Permanent Endowment Fund and (2) the General Fund. According to Section 41 of the Annamalai University Act, the Permanent Endowment Fund consisting of Rs. 20 lakhs given by the Founder, Rs. 27 lakhs given by the Govt. of Madras, (in 1929) and any contribution made by this Govt., Govt. of India, any local or other public body, the Founder or others, has to be invested and kept invested in securities issued by or guaranteed by the Govt. of India or by other Provincial Governments. The position of the Permanent Endowment Fund which began with Rs. 47 lakhs in 1929-30 stood at Rs. 69.79 lakhs on 31.3.47. Section 42 of the Annamalai University Act provides for the constitution of a fund called the General Fund. This Fund consists of fees and income from endowments including the Permanent Endowment Fund and any contribution made to this Fund by the Provincial Government, the Govt. of India, any local or other public body, the Founder and others. According to this Section, the interest accruing from the Permanent Endowment Fund has to be debited to the General Fund towards the normal expenses of the University. The Govt. grant given every year is also credited to the Fund. Section 22(a) of the Annamalai University Act says that the Syndicate shall have the power to control and administer

administer the property and the funds of the University. Clause (d) of the same section empowers the Syndicate to accept on behalf of the University bequests, donations and transfers of any moveable or immoveable properties or the management thereof. With reference to this section, the Syndicate has opened several subsidiary accounts as ^{entered} ~~noted~~ at pages 75-89 and 90 and 91 of the latest audit report at (T). The powers of the Syndicate in regard to financial matters are subject to the approval of the Senate - Section 16(2) and (3) of the Annamalai University Act. It will thus be seen that it is open to the Syndicate to make diversions from one fund to another with the concurrence of the Senate and hence the sanction of Govt. is not required ~~xxx~~ in this regard. The Syndicate ~~may not be~~ ^{inclined to make diversions from} ~~does not want to diminish~~ the amount standing to the credit of the Permanent Endowment Fund for the reason that the income for general expenses may be diminished. They ask for an interest-free loan of Rs. 12.55 lakhs for the construction of quarters for the staff, repayable in 30 ~~xxxxxxx~~ years. Apparently, their intention seems to be to repay the loan, taking into account the rent that may be derived from the occupants of the quarters to be constructed.

Finance may see the minute of H.M. (Fin) ^{on page 4 ante} before recirculation. They may also say whether it will be possible to accede to the request of the University for the payment of an interest-free loan.

B.H. (G3)

No. 3876293/48-32u

25/11/48



Finance (Exp.-A) Deptt.

(Previous Fin. note on pp.3-4 above).

The E.P.H. note on pp.5-7 above with reference to the minute of H.M. (Fin.) at the foot of page

2. In view of the position set out at 'X' on p.7 above, Finance may agree with E.P.H. that the University should be advised either to explore these possibilities or defer the proposal.

3. With reference to 'A' overleaf, attention is invited to the notes of E.P.H. especially portion 'C' on p.2 n.f. of letter No.36710/G3/48-3, dated 10-7-1948. Apart from the facts mentioned therein, it may also be noted that loans are now restricted to the most essential schemes as it is apprehended that the Govt. of India will not be able to raise the maximum requirements. Building schemes are also being postponed by the Govt. in view of the need to counteract inflation. The Govt. are also advising local bodies which require loans for their building schemes (to which they are eligible) to defer the schemes. In these circumstances, ~~also~~ it does not seem that the request of the Annamalai University can be complied with.

IAA 4.12.48
 As already indicated in detail in another file relating to a grant to the Annamalai Univ. for revision of the scales of pay of its teaching staff, the Univ. balanced its ^{General Fund} ~~budget~~ for 1946-7 after providing for the following transfers to the funds:—

	Rs.	Lakhs.
1. Permanent Endowment Fund	3.35	
2. Building Fund	2.15	
3. Electricity Depreciation Fund	.13	
4. Gravelly Fund	.02	
5. Annual Repairs Fund	.25	
	5.90	

Sum XXIII
 P 84 of
 Co 1728 5800
 10 7 48
 (T)

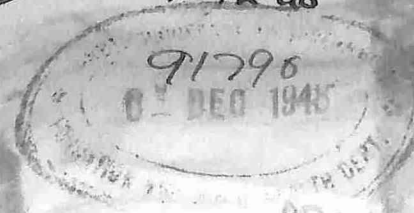
It was also pointed out in the file referred to above that there seemed to be no provision for a special Annual Repairs Fund in addition to provision for annual repairs buildings. It was also pointed out that the expenditure in 1946-7 included a sum of about Rs. 2.6 lakhs representing expenditure on buildings and that this was not really expenditure on buildings but was for the repair of the building fund and works at a large surplus. Besides, the Univ. had at the close of 1946-7 a cash balance of Rs. 82 lakhs and a sum of Rs. 48 lakhs

is Building Fund. For the purpose of the Building Fund, the University should be advised to explore the possibilities of diverting from the amounts standing to the credit of the Permanent Fund etc. for the purpose of constructing quarters for the staff. That Deptt. also advise against the grant of a loan to the University for the purpose of constructing quarters for the staff.

I submit that even this should not be done at present, because
 1) building schemes should not be encouraged as a rule in order not to accentuate the present inflationary position &
 2) our ability to raise loans (either from the Govt. of India or in the open market) will be very limited in 49-50 & it is desirable not to add to our commitments in regard to loans to universities, local bodies etc.

7.12.48. E.P.H.

7.12.48 1015399A/681



E. & P.H. (G.3)
 (This Department note on p.p.6-7 ante and Finance Deptt. note on p.p.7-9 ante may be perused). Finance Deptt. agree with this Deptt. that the University should be advised to explore the possibilities of diverting from the amounts standing to the credit of the Permanent Fund etc. for the purpose of constructing quarters for the staff. That Deptt. also advise against the grant of a loan to the University for the purpose of constructing quarters for the staff.

interest. The file may now be circulated to H.M. (Edn),
H.M. (Fin) ^{with reference to latter's minutes on page 4 ante and} ~~and there~~. For orders on A and B on p.9 ante.

MS
27/1/48
16/12/48

11-12-48

15
11/12/48
15A
16-12-48

24.12

58762/48
24/12

E+P4 (523)

A draft ~~and~~ letter is subd for
approval.

27/1/48

29/1/48

15
29/1/48

28/12/48

[Issued as L.Ms. No. 5 Ednd - 3/1/49] Proj