



GOVERNMENT OF KERALA

ABSTRACT

Higher Education Department - Private Colleges- Utilization of Accumulated amount in PD account - Judgment in WP(C) No. 20124/05 & connected cases by the Hon'ble High Court -Orders issued.

HIGHER EDUCATION (D) DEPARTMENT

G.O.(Rt)No. 1585/08/H.Edn.

Dated, Thiruvananthapuram 25 - 10 - 2008

Read. - 1) G O (MS) No. 312/83/H.Edn dated 30/12/1983

- 2) G O (MS) No. 224/90/H.Edn dated 13/3/1990 v
 - 3) Government letter No. 14700/D2/04/H.Edn dated 18/8/04
 - 4) Circular No. G2-13213/2004/Col.Edn dated 20.4.05 from the Director of Collegiate Education
 - 5) Judgment dated 19/3/07 in WP(C) No. 20124/05 & connected cases

ORDER

As per the judgment read as 5th paper above the Honble High Court directed Government that before enforcing Ext P6 circular read as fourth paper above Government shall hold discussion with managements with regard to the transfer of accumulated funds lying to credit of Principals of various aided colleges with whom the Government have entered in to separate agreements. If the Government and the respective managements agree upon appropriation of the accumulated funds it will be open to the parties to incorporate such a clause in the addenda of the agreement, which may be executed between in the parties. The non'ble. High Court has also ordered that till such time a decision is taken in the matter.

Government have examined the matter in detail. As per the directions of the Hon'ble riigh Court the Deputy Secretary to Government heard the petitioners and the representatives of nerala Private College Management Association. As far as P D Account is concerned only the following PD account will lapse to the revenue account or need be closed at the end of the filialicial year.

- (a) Official recurring deposit
- (b) Cash deposits of patients in hospitals

(c) F D account of Government officials which were created by depiting consolidated fund (except those opened for disbursement of pension through money order) The FID Account ope and operated for the purpose of crediting lees collected from the students do not come under the purview of the above P D account, which will lapse to the revenue account or need be cosed at the end of the Financial Year.

Government have issued evised rule regulating the collection, custody and disposal of special fees which are in be received into PD account of Principals of Government and Private Colleges. As per G O read as second paper above guidelines are also issued for the utilisation of the accumulated billiance available under "Admission fee Accounts"

In the circumstances instructions issued in the Government letter third cited and subsequent plant cations issued in the mater including the circular read as fourth paper above are neleby cancelled. The Frin pals of colleges are permitted to operate the PD account strictly on the condition that at the credit of these PD account must be used only for the purpose for high the sail unds have been collected, as laid down in guidelines/orders issued by Governing 5. */Director of Collegiate Education governing the Collection and utilization of such funds. Tris order is issued in compliance to the judgment of the Hon'ble High Court ie labove.

(BY ORDER OF THE GOVERNOR) P VANAJA Joint Secretary

The Director of Congliate Education, Thiruvananthapuram

- 2] The Deputy E rector of Collegiate Education, Kollam/ Kottayam/ Ernakulam/ Thrissur/ Kozhikkor
- 3] he Regin ar Kerala viahatn a Gandhi/Calicut/ Kannur University
- 4] The Accountant General (%E) (Audit) Kerala Thiruvananthapuram
- 5] The Advocate Deneral, Emaintem (With covering letter)
- The Principal, St. Al art's College, Érnakulam The Principal of Thomas College, Pala
- The Principal, JarTho na College Thiruvalla
- The Principal, PSMO College, Thir irangadi
- 10) The Secretary, KPCMA, BVM How Cross College, Cherpungal
- 11] The Finance Department (Vide No. 15565/Edn B3/08/fin dated 22/9/08)
- 12] Stock File / Office C 17y.

Forwarded/By Order,

Section Officer