

C.S.

PORT & MARINE.

("Georgia")

SHI/VES/7 # 1

19 38.

No. 47/38.

Hon. L. W. H. Young.

SUBJECT.

19 38.

22nd February.

Previous Paper.

Hon. L. W. H. Young, M.L.C., raises question regarding payment for "Georgia".

12/36

MINUTES.

① Letter from Hon. L. W. H. Young of 22/2/38.

② " " " " " of 28/2/38.

See my minutes of 22<sup>nd</sup> Feb in 12/36  
I further informed Mr. Young, that  
the cost of the boat would appear  
in the 1937 Expenditure a/c's and  
would in due course appear in  
the Supplementary provision for 1937  
which the Leg. Co. would be  
asked to vote. Mr. Young holds  
the view that the Leg. Co. should  
have been asked to vote the  
estimated cost before expenditure  
was incurred.

W.H.  
C.S.  
1. 5. 38

Subsequent Paper.

Yr. Submitted. It has  
not been the practice in this

Colony to ask the Legislature to  
vote Supplementary provision before  
the expenditure is incurred. Mr-  
Young could be told that no  
Fund can be used without the  
Sanction of the S. of S. and  
that any expenditure from a  
Fund would be shown in  
the ac's of the Colony when  
placed before the Legislature.

This was done in the case  
of expenditure from the Land  
Sales Fund. The point Mr-  
Young wishes to make is that  
estimated additional expenditure  
should first be voted and not  
after the expenditure has been  
incurred.

met

2. 5. 58

Please inform Mr. Young that  
all expenditure requires to be sanctioned  
by the Legislative Council <sup>and the S. of S.</sup> though it  
is not always possible to obtain the required  
authority before the expenditure is incurred.  
In the case of expenditure from funds specifically  
earmarked for a specific purpose such as the  
Marine Insurance Fund, created for insurance and  
replacement or from other funds forming part  
of the Assets of the Colony the approval of the  
Secretary of State is <sup>always</sup> sought prior to the Colony being  
committed to such expenditure. At the same time it  
is quite reasonable for members of Leg. Co. to ask that  
the concurrence of the Council should be sought whenever  
possible before <sup>any</sup> expenditure is incurred and the Govt. is prepared  
to follow this practice ~~whenever possible~~.

3/3/58

C.S.O. No. 47/38

Inside Minute Paper.

Sheet No. 1

A c.s. For letter please.  
meH

3. Letter to Hon. L.W.H. Young, M.E.C., M.L.C., J.P., of 5.3.38.

meH

P.H.  
7/3/38

(4) Letter from Hon. L.W.H. Young of 4/4/38.

P.H.  
8/4/38

①

# The Falkland Islands Company, Limited.

(INCORPORATED BY ROYAL CHARTER 1851.)

REGISTERED 1902.

AGENTS FOR LLOYDS.

TELEGRAMS "FLEETWING PORTSTANLEY" VIA RADIO.

*Stanley.*

22nd February 1938.

Dear Mr. Craigie Halkett,

You will recollect that some time back I raised the question as to payment for the speed boat. So far as I understand it was ordered without any financial provision having been made for the expenditure and I do not think that a supplementary estimate has been placed before the Legislative Council yet. Would you kindly let me know what the position is ?

Yours sincerely,

*[Signature]*

Answered. *[Signature]* Sufficient

*[Signature]*

23. 2. 38

*For further*

→

*Hon. L. W. H. Young to L. C.  
concerns question regarding  
payment for "Georgia"*



(2)

# The Falkland Islands Company, Limited.

(INCORPORATED BY ROYAL CHARTER 1851.)

REGISTERED 1902.

AGENTS FOR LLOYDS.

TELEGRAMS "FLEETWING PORTSTANLEY" VIA RADIO.

*Stanley*

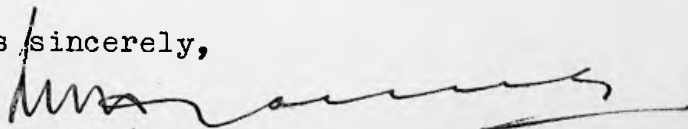
28th February, 1938

Dear Mr. Craigie Halkett,

Thank you for your letter of 23rd inst. I understood that the Marine Insurance Fund had been built up so that there should be no necessity to insure "Penguin" outside, thus saving the premium. This Fund has apparently been wiped out and it now appears necessary to effect insurance on "Georgia" and possible "Penguin" (not to speak of "Alert") outside or for Government to take the risk and run them uninsured. This, however, is beside the point. What I would like explained is this - Government's assumption appears to be that as the expenditure was not a charge on revenue, then the Legislative Council have no concern with it. If this assumption is correct it appears that Government may, if they wish, meet extraordinary expenditure from other Funds without having to place an estimate before the Legislative Council for sanction. This was certainly not put forward by Government when the Falkland Islands Reserve Fund was started.

Would you kindly enlighten me as to the position.

Yours sincerely,



47/38.

5th March,

38.

Sir,

*Read*

With reference to your semi-official letter of the 28th of February, 1938, on the subject of the purchase of the Power Boat "Georgia", I am directed by the Governor to inform you that all expenditure requires to be sanctioned by the Legislative Council and the Secretary of State though it is not always possible to obtain the required authority before the expenditure is incurred.

2. I am to say that in the case of expenditure from funds specifically ear-marked for a specific purpose such as the Marine Insurance Fund, created for insurance and replacement, or from other Funds forming part of the Assets of the Colony the approval of the Secretary of State is always sought prior to the Colony being committed to such expenditure.

3. I am to add that at the same time it is quite reasonable for members of the Legislative Council to ask that the concurrence of the Council should be sought whenever possible before large expenditure is incurred and the Government is prepared to follow this practice whenever possible.

I am,

Sir,

Your obedient servant,

*[Signature]*

Colonial Secretary.

The Honourable

L. W. H. Young, M.E.C., M.L.C., J.P.,  
STANLEY.

# The Falkland Islands Company, Limited.

(INCORPORATED BY ROYAL CHARTER 1851.)

AGENTS FOR LLOYDS.

TELEGRAMS "FLEETWING PORTSTANLEY" VIA RADIO.



*Stanley*

7th March, 1938.

Sir,

I have to acknowledge receipt of  
your letter No.47/38 dated 5th instant  
contents of which are noted.

*Rsa<sup>3</sup>*

I am,

Sir,

Your obedient servant,

The Honourable,

The Colonial Secretary,

STANLEY.