

1937

38066/7

CO 533/478
KENYA

38066/7

ITALIAN OCCUPATION OF ABYSSINIA

Abnormal Expenditure

Previous

1936

Subsequent

1938

R48

18/7

hm. Savings

19/7

~~H. O. R98~~

C.I.

ITALO-ETHIOPIA DISPUTE

1. ... 13-1-37, 2
... whether a reduction in the estimated expenditure for 31.3.37 could be suggested and would be glad to learn whether the cost of personnel lent to Kenya by W.O. is in fact included in figures supplied by the Colony or not, although in any event they would be reluctant to admit that item as a charge against Imperial Funds. In view of favourable outlook for 1936 considers not unreasonable to suggest that Kenya should assume liability for the whole of the "abnormal expenditure".

*Acting Secy to the Secy
38220/11/1/36
L.H.W.*

I submit a Draft Despatch for Council.

Mr. Royce found out from Mr. Warden that a telegraphic reply by the end of January would leave enough time to prepare the Supplementary Estimate.

C. Ross Smith
16/1/37

Mr. Royce to Sec

*Warden
20/1/37*

... revised after spec. to Mr. Warden who agreed that there was no need to ... for Kenya ... in the ... of policy ... revised - Mr. Warden's P.S.

*J.P. Cannon
16/1*

AIR MAIL
19/1/37

2 To Kenya - Secret - Council
To Kenya tee No. 23 18/2/37

18 JAN 1937
30/1/37

~~DESTROYED UNDER STATUTE~~

Register of 43/1-1936 file
N° 2
35240/1/36
Rq-1

Dupl. sent to
Accounts Dept.

4. ACTING GOV. KENYA.....66.....28.1.37.
Encls. accounts, duly certified by the Auditor, in
respect of six months ended 30.9.36 and comments
thereon stating that he is advised that all the
expenditure in statements covering financial year
1935/36 will be incorporated in the Colony's
Annual Account with the exception of Sh.3,139/45
representing the value of inland telegrams.

Submit Draft
C.F. Cornwall
9/2/37

5. O.A.G. TEL. NO. 28 SECRET. 6.2.37.
Comments upon the special expenditure and states
that the Colony cannot reasonably be asked to bear
any share of this emergency expenditure.

To Sir J. Wardley (Trans) 27/2
1937 9 FEB 1937
(ref. encls. to (4) & No. 5)

Ruse appear to be another £72
chargeable to Kenya's special
expenditure, for a return passage
provided by the W.O. for Mr. Biggs
from Port Said to Kikindi.

See minutes on 2502/37 W.A.F.F.

I submit further draft of a
- further letter to the Wardley.

C.F. Cornwall
19/2/37

Receipt when Supp. Estimate
is available

I think that these statements
Refer to de Boyce.

May examine with the file for the
present. We shall have to ask
the Gov. for annual statements as
last year - See No. 11/38866/7/36 Kenya

In action as regards the
disposal of the audited statements
in No. 4 etc.

To Sir J. Wardley (Trans) (2/0) - 1 1937

With regard to the point mentioned at
para 3 of (6) relating to charge for the
construction of a canteen for members of the
RAF at Nairobi Aerodrome, similar charge
were accepted by us last year (see audited
statement below) so I assume that we
shall pass similar charge on this
occasion.

Item re RAF Canteen
(marked with pencil 4)

I submit a draft despatch to
Kenya for comment.

C.F. Smith
1/3/37

de Boyce
1/3

AIR MAIL
4/3

To Kenya - 196 - (re Supp. Est.) - Comms - 4/3/37

9. WARDLEY (PROB. QU.) 2/0.....18.2.37.
Acks. (6) & (7) and states that they have accepted C.O.
view on question of principle and have inserted a figure
of 224,530 in the draft Estimate which should cover the
additional item of £72 referred to in (7).

The amount of £24,530 do not cover
the £72 asked for in No. 7.

But? Put by
C.F. Cornwall
8/3
abuse

We informed Kenya (see para. 4 of (81)) that we would issue the grant in aid of £24,530 in respect of expenditure on special measures necessitated by the State-Kichipian dispute unless we heard from them by telegraph that there had been a material reduction in expenditure.

(I have asked the Registry to telephone if a telegram arrives).

No telegram has been received to date.

The supplementary estimate is ^{now} not yet available [but it seems advisable, in view of Easter holidays, to get the order required so that we can send it to the P.M.S.]

Immediately we receive advice from the Treasury that the money is available

Sir to Bottomley - Please see above minute. I submit the order for £24,530 paying to the Crown Agents for Kenya etc the grant in aid in respect of expenditure on special measures necessitated by the State-Kichipian dispute which was included in the recent supplementary estimate.

In my case, it is stated in No 8 that if on receipt of unsorted accounts it transpires that any over-amount has been made the amount necessary will be set off against the £24,530

Mr. Rogers on the part of the...

27/3/37

27/3/37

23/3/37

10.9

Order Payable No. 616 to Paymaster General
 Payable Order No. Letter to Crown Agents 30/3/37
 (No 52)

Mr. Pa...

No action appears to have been taken on para. 3 of No. 11.

There is nothing in writing on the file but I understand that the Treasury do not propose to give any more grant for expenditure in connexion with the State-Kichipian emergency.

If that is so, and if Kenya have incurred expense since 31/3/37 (for which they will get no grant from Imp. funds, the Treasury might be prepared to let the matter drop until a possible receipt from value of stores against expenditure by Kenya subsequent to 31/3/37, and unless expenditure - 550/5

in addition to expenditure - 4400 of £24,530 - 1936/57

An appropriate amount to take the matter up would appear to be when we receive the account of covering expenses to 31/3/37 from

27/3/37

23/3/37

Kenya - wk d for in No 8.

? Note to bring up 1/9/37.

See ~~W. H. H.~~
No. 14

W. H. H.
2/1/37

I agree we shall of course have to
agree Mr Wondley's agreement to
any decision eventually taken

W. H. H.

3/4/37

11. GOV. KENYA.....11.6.37.
Trs. four copies of audited accounts of emergency
expenditure for quarter ended 31.12.36 and states
that similar accounts in respect of quarter ended
31.3.37 will be fwd. as soon as possible.

DUPLICATE TO
ACCOUNTS DEPT.

DESTROYED UNDER STATUTE

12. To Treas. (Dn for 26577/1/37 & A) — 15.6.37

In view of the circumstances above I have
had a copy of an recent letter
about Abyssinian refugees, forwarded
to this Dept. We have suggested
to Treasury that it will be
necessary to make provision for
study for the maintenance of these
refugees. When we go to Treasury
again? we must press for the
continuance of the vote for
"Abnormal Expenditure" - Nilian
Reserve etc.

Meanwhile Accounts Dept. will
take the necessary action in
regard to the audited statement
enclosed in No 11.

W. H. H.
2/1

Accounts Dept. action will
be taken as soon as after ending
the quarter ended 31/3/37 see memo
see also (4) and (5).
Mr. Palmer has seen
this file in notes to him 1/9
see above (11)

(No. 1) In his P.S. to his letter of the 13th of Jan.,
Mr Wondley suggested that in view
of favourable outcome for 1936
it will be reasonable to expect Kenya
to assume liability for the whole of
the abnormal "war" expenditure incurred
during that year; & in the Dept. of the 15th of
Jan, Kenya was warned that it might
be difficult to induce H.M.G. to accept
liability for that expenditure.

(No. 2) In his reply of the 6th of Feb. the
o.a.s. pointed out that though the
financial situation had improved there was
considerable leeway to make up what
was spent & of this increasing
military commitments, the Chief
did not offer the expenditure.

(No. 3) In the letter to the Treas. of the 6th of Feb.
it was pointed out that even with
the successful outcome for 1936 the
rough balances for the Chief
did amount to more than about
£200,000, a large part of which
was frozen, and the estimate for 1937
only envisaged a surplus of £50,000.

(No. 4) Although Kenya had the
warning mentioned above (No. 2)
they are still continuing to incur
this abnormal expenditure in the
full expectation that it will be
reimbursed by H.M.G. & so far as

we can see it will probably
be heavier in 1937 than in 1936.
The Special Military & Police
measures are still being taken
in the N. Indian districts; there
are now considerably more Italian
refugees to be maintained
than in 1936; & now there are
~~between~~ 304 hundred
Abyssinian refugees - whose way
will be more to come.

Although the tide has turned,
the pressure from Kenya is
different & they have
hardly begun to acknowledge the
nature of the situation. It is considered
desirable to have a meeting
to discuss the situation in
the presence of the British
representative for the
Kenya Government and
the Abyssinian representative
to discuss the situation
with the British representative
in the presence of the
British representative
until the next supplementary
estimate is being prepared.
Before approaching the Treasury
however, it is probably the
best first to ask Kenya
(by dep.) for an estimate of
the expenditure to be incurred

coming up to the end of next March;
explain that this info is required for
the purpose of discussing with the
Treasury the cost of the maintenance of the
grant; but warn them (again) that
there may be difficulties; & ask them
whether it is not now possible to
discontinue, or at any rate to substantially
reduce, some of the special military &
police measures which are being
maintained in the N. Indian.

J.J. Pannini
25/8

Whatever happens, it is quite certain
that Kenya cannot go on indefinitely maintaining 27,
odd Abyssinian refugees and about 350 Italian
deserters and whatever else may be expected to cross
across the frontier. It seems likely, since the
Abyssinians have once started coming across, that
more of them will appear as the Italians move
more westward, but it would be impossible
to estimate how many would be likely to appear
if they do turn up they must be looked after, or
they will get back into Abyssinia and the
Government will accuse us of facilitating their return
and of helping them with arms, ammunition, etc.
I know of nowhere that I know of where they can be
do not see what is to become of them.

The case of the Italian deserters is really
worse because they cannot very well be employed in
any

Nov 20th 1936
J.J.P.

matter up with Kenya, writing as Mr. F. G. ...
suggests, and when ... the matter up at once with the Treasury. I am not
hopeful of getting anything very much out of us, but
only try and we must try very hard.

J. E. W. Ford

28.6.37.

That is to say, we are on the
frontier. I should not in any case
like to go in without the J. G.'s
consent, & I think that it is
perhaps better that it should not
first be mentioned from here.

Otherwise as before, & let
the J. G. see on the above points
when he returns.

Generally, the point we shall
have to consider is whether, with
all costs of odd expenditure to be
met, we shall ever have money
enough to make a job of Kenya. The
£1,000,000 reserve is a noble
ideal, but we can't hold up
- e.g. - soil erosion - indefinitely.

W.E.F. 28.6.37
alone

54
13 To Kenya - Secrecy (Hacked) Conv - 5/7/37

Rec'd to 3/4/37
to new page
to branch to spec as at
to me 1/2/37

I do not think that the time has yet arrived when the special measures on the frontier can be reduced. As Mr Hood has pointed out the Italians appear to be botching the frontier in all the frontier of Abyssinia. I hope to examine the situation on the spot this winter.

R. G. Laird
9/7/37

S. C. Bottomley

To see the I.O.'s minute. I ought to say that the P.O. think the Italians are not out for trouble, only that want to be paid.

11.0.1937

Secy. There is nothing to be done till we get longer reply.

I feel no doubt that the Italians want to go on paying horrible British money to the British.

12.2.37

10/10

Dept. of Home Affairs
sent to Africa Dept.

14. GOV'S DEPUTY, KENYA..... 375..... 13.7.37. 8
Trs., with comments, four copies of audited accounts in respect of quarter ended 31st. March, 1937.

Accounts Dept.

Will be pleased take the necessary action in regard to the audited accounts.

(R. G. Laird)
2/7

The accounting officer of the O.C.A. will have to sign certificate as in the case of the 1936/6 account - see copy herewith.

? The question of the disposal of the balance of £1403. 10. 11 must await reply to (13) - see also your minute above.

(10). The same applies to the question raised in my minute 2/6/37.

There is no immediate action required & the file should be re-examined to be kept in your return from here.

Notes ~~13~~? Bring up again in 1 month.

John 2/7
John Smith 22/7/37
attends

15. GOV. KENYA..... 400..... 21.7.37.
 Requests covering approval of three Special Warrants amounting to £5,715 to meet cost of Internment Camp for Italian deserters at Isiolo for 3rd. quarter of current year and expd. on Ethiopian refugees at Kapenguria up to 30.9.37.

? approve.

J.P. Paskin
 30/7
 Yes: *yes to me*
 A.C.C. Parkinson
 30/7

16 20 Kenya 616 - (15 ans) - 19/8/37

Cons. Dep. Kenya 7.8.37.
 Request for approval of total amount of £5,000 agreed to meet cost of 3rd. quarter of 1937 of Ethiopian refugees at Isiolo.

With the amount mentioned in No. 15 has another bridge the expenditure on refugees (excluding Italian deserters) up to about £6000.

A note has been made in the memorandum on the Refugee situation accordingly.

Approve the expenditure in No. 17 as in draft hereunder.

J.P. Paskin
 29/8/37

18 20 Kenya 690 - (17 ans) - 25/8/37

The quantity of provisions for Internment Camp in 3rd. quarter 1937.

Accounts Dept.

Brought up in accordance with Mr. Smith's minute of 22.7.37.

(Ref. No. 10 - 2 certificates have been forwarded direct to You)

J.P. Paskin
 R. 29/1
 25.8.37

MR. PASKIN.

We have received from Kenya audited accounts of expenditure during the year ended 31.3.37 in respect of the measures taken in consequence of the Italo-Ethiopian situation. These statements will require to be submitted to Sir A.C.C. Parkinson and Sir A.J. Harding for signature but before doing so it would perhaps be as well to set out the present cash position:-

	£.	s.	d.
The expenditure to 31.3.1936 was	15,687.	14.	10.
The grant in aid was	14,000.	-.	-.
leaving a balance due to Kenya	1,687.	14.	10.
Expenditure 1936/37	21,448.	15.	1.
Total	£23,076.	9.	11.
The 1936/7 grant in aid issued	24,530.	-.	-.
Overissue to 31.3.37	£1,453.	10.	1.

The following points arise:-

(1) Included in the 1936/7 expenditure are the items relating to the R.A.F. Canteen (£180. 8. -) referred to in paragraph 3 of Mr. Flood's letter of 9.2.37 (No. 6). Mr. Wardley did not comment in his reply and presumably silence implied agreement to the inclusion of these items. In any case the Treasurer apparently considers the expenditure as due to the Italo-Ethiopian situation.

(2). In No. 8 (para.4.) the Officer Administering the Government was informed that any overissue of the 1936/7 grant (£1,453.10.1.) would be subject to refund

and we
 receipt sum
 applied - 1935/36
 (No. number p. 1/3/37)

refund to the Colonial Office and in addition the Colonial Office was to be credited with the ^{assessed} ~~assisted~~ value of any stores left over after the "emergency" was past. (para 3. of No. 43 and para 3 of No. 13 in 1936 file)

On the other hand in No. 13 the Colonial Office suggested that it might be possible to secure further assistance from His Majesty's Government for expenditure subsequent to 31.3.37. Presumably an approach to the Treasury must await a reply to No. 13, but if Treasury would not agree to any further assistance, they might as a compensating concession agree to waive any claim for the refund of the above £1,453.10.1. and of the value of any stores.

Until however the matter is put to the Treasury and a decision reached on these points, we must consider that £1,453.10.1, plus £x (assessed value of stores remaining) is due to be refunded to the Colonial Office.

W. Paskin
14/9/37

1) I think we are clearly entitled to assume that the cost of the R.A.F. centre has been tacitly accepted as a proper charge against this office.

2) at a recent meeting to discuss the future of the Administration offices in Kenya & Sudanland, Mr. Hall of the Treasury agreed that pending arrangements for their ultimate disposal, the cost of their maintenance and repair should continue to be met from departmental funds.

Copy for submission to Sir [unclear]

Junior. We shall no doubt get an offer of indemnity on [unclear] point in reply to the letter which is being sent to the Treasury on 11/9, about the cost of the disposal of these refugees. They are likely to have to be maintained in Kenya for a considerable time to come.

J. Paskin
20/9

SIR A.C.C. PARKINSON.

Please see previous minutes, which set out the position to 31.3.37 regarding His Majesty's Government's assistance to Kenya to meet the cost of "emergency" expenditure. No provision has yet been made in 1937/8 for the further assistance from His Majesty's Government referred to at (2) of Mr. Paskin's minute, but any such assistance (which will probably be included in the February 1938 Supplementary Estimates) will have to take account of the points at X of my minute of 14.9.37. The Kenya statement of the expenditure to 31.3.36 signed by Sir John Maffey (No. 34 on 1936 file) and I now submit for your signature ~~the same~~ similar statements of the expenditure for the period 1 April 1936 to 31 March 1937. After ~~it has~~ ^{it} been signed by you ~~it~~ will be submitted to the D.C.A. and on return from the D.C.A. will be forwarded to the Exchequer and Audit Department, in support of the grant of £24,530 issued from the Colonial and Middle Eastern Services Supplementary Estimate 1936 (Subhead A.13.)

W. Paskin
12-9-37

Mr. Palmer

which I will be glad
for you to confirm from
the Treasury your
assumption in (1) of your
minute.

and

(1. 10. 37)

2/11

19. B. J. Wardley (Treas) - Conto. 4. 10. 1937.

20. GOV. KENYA.....SECRET.....16.9.37.
Requests authority to assure the public that expro.
will continue to be reimbursed from Imperial funds
and states that estimates asked for in (15) will be
sent as soon as possible.

21. MINUTE BY MR. PALMER, DATED 8/10/37, AND ADDRESSED TO
MR. FLOOD.

Mr. Palmer

is very hard to estimate. We don't know
what will happen. There may be more refugees in the
near future. The present lot may find a home or cease
to be refugees & get work in Kenya. The Italians
may do things along the frontier which will lead to
our having to push out patrols & so on. It is not

So I suggest asking Kenya for an estimate
based on the present state of affairs continuing through
the year. No other basis seems possible.

20 says they will let us have figures for
this year with which we shall have to go for a
supplementary. Also I want to answer it.

I think the draft letter to Hainwill will do, but
please amend as you like.

6.10.37

8.10.

Mr. Flood

In view of uncertainty I think
the one estimate will do. The other
provisions which I have deleted imply that
H.M.G. has agreed to meet these expenditures
and if we are now in a position
definitely to inform Kenya to this effect, in
answer to para 3 of No. 20, perhaps
we might add at the end "Information
will be borne by H.M.G."

Palmer

6.10.37

We can't yet say that as we haven't it in black
& white. But this is no harm in saying with
a view to inclusion in C.S. Vote. So I have added
it - otherwise they won't know why.

6.10.37

20/10

22 To Gov Kenya tel 18.3.37 contd 6.10.37.

Receipt for 20

The Governor now asks for some assurance
that Kenya will not be called upon to bear any part
of the emergency expenditure occasioned by the
Abyssinian refugees, and he points out with great
force that with increasing military commitments Kenya
will not be able to afford it. The situation will
be much worse when he begins to consider the Inspector
General's proposals for reorganisation of the K.A.R.
which will involve a heavy increase in the annual
expenditure. As regards an assurance, the trouble is
that until the matter gets before Parliament it is
scarcely

scarcely possible to give a final assurance. The Treasury have, however, stated in a conference that the expenditure would be borne by H.M.G. and the telegram of the 6th of October indicates that we propose to put it into the Colonial Services Vote.

I think the best thing to do would be to send a copy of No. 20 to Treasury, and ask them whether the Governor may be given an assurance that proposals for defraying this extra expenditure will be submitted to Parliament in due course.

9.10.1937

23. Gov. Kenya 605 7.10.37
Reports covering approved of Special Warrant for £2,820 to meet cost of purchase of heavy loads for transport of Ethiopian refugees in N. Kenya District.

24. D. F. Wardley (Treas.) 6-10-37
(19 Ann) Agree that expenditure in construction of a car for R.A.F. at Nairobi may be included in the claim for emergency expenditure which has been met from the Colonial Services Vote.

25. Gov. Kenya 124. 189 Secret 26.10.37
(22 Ann) Estimate costs of services as £66,500 for 1938 & 1939, and suggests a total provisional estimate of about £68,000 but preferably £70,000.

12
22.10.37
26. Gov. Kenya, Secret

States that estimated expenditure likely to be incurred during year ending 31.3.38 is £71,200 & commends thereon forwarding four copies of audited accounts of emergency expenditure for three quarters.

Mr. Palmer.

As I told you in the course of our telephone conversation, I have prepared a draft of an official letter to the Treasury (arising out of the recent discussion with them and the Foreign Office) asking them whether the Governor may now be formally assured (as requested in No. 20 on this file) that the expenditure in connection with the Abyssinian refugees and on other services arising out of the Italian conquest of Abyssinia, will be reimbursed from Imperial funds. I am proposing to send to them with that letter, a copy of No. 20 and 26 on this file. As, however, I understand you wish to take action on this file, I have retained duplicate copies for the purpose of my draft to the Treasury, and I will pass through you. As regards the question of submitting supplementary estimates for this year's expenditure, as I informed you, Mr. Flood agrees to this being deferred to the normal occasion later in the year.

26A
X
Mr. Halls (Treasury)
also agree.
(see his letter of 27.10.37) on
also file for L

J. J. Bassett
28/10
Mr. A. B. Parkinson

Reproduce your minute of 1.10.37
Please see now No. 24 & No. 25
I re-submit the three accounts for
your signature.

J. J. Bassett
29.10.37

see
29/10/37

27 To Dea. (3 c. of 1936/7 Statements) - 1.11.37

28. GOV. KENYA..... 641..... 25.10.37.
Requests covering approval of Special Warrant for £3,000 to meet over-expenditure of the provision for upkeep and operation of mechanical transport.

No 28 } The over expenditure in question
No 23 } has in the course been incurred in
 } authorisation of the S.P.S. approval.
 } There is then no alternative but
 } to give covering approval as in
 } Jff herewith Clothing White.

29 To Kenya 1004. 23 & 25 Nov 1937 - 17 NOV 1937

30. TREASURY (S. 40943) - 23.11.37
(26A and) Concern in terms of proposed despatch & agreed that provision for £70,000 may be included in Supplementary Estimates for C.M.E.S. for current year & suggests that £70,000 should be inserted provisionally in draft Estimates for C.M.E.S. for 1938.

When rep. on 46597/1137 has issued, a copy shd. be placed in this file, wh. shd. then go to M.C. Dept.

J.P. Parnini
27/11

31. To Kenya. Secret (2) 7.12.37.
(draft on 46597/1/37 E.A.)

32 Gov. Kenya 7/2 25.11.37
Requests covering approval of 3 Special Warrants amounting to £6,398 to meet expenditure in connexion with the Internat Camp at ... & supply & transport services for refugees up to end of current year.

Submit draft Clothing White 1/2

32A To Kenya (Secret 2) Draft on 46597/1/37
For ~~the approval of the C.M.E.S. for 1938.~~
(over the period 1/1/38 to 31/12/37.)

33 To Kenya 1105. 32 Nov 1937. 16 DEC 1937

34 Gov Kenya 7/39 1/12/37
Requests covering approval of Special Warrant for £9,400 to meet expts. incurred and to be incurred by the Civil Admin. up to the end of the current year in connexion with Refugees.

35 DCA 10-12-37
Returns account for 1936/37 certified.

1 copy of acct. retained by acct. Dept.

L.F.

Re-acc (B4) to Dept.

? Copy of certified acct. to C.T.A.G.

W. Smith
16/11/37

W. Smith
17/11/37

36 To Kenya Aug. (w/c certified also) A/P. 18/12/37

DESTROYED UNDER STATUTE

No 34 Draft herewith Clothing White 2/12
To Kenya 1109. 3rd Nov 1937. 30 DEC 1937

Handwritten notes on left margin:
The necessary return is being taken by acct. Dept.
5/11/38

Seen

A. Harding DCA

7-1-38

Kso. 75

[Handwritten signature]

38. Gov. Kenya ——— 35 ——— 22.1.38

Dupl. 7 spare encls. sent
to Asst. Dept.

Encl. four copies of audited accounts of emergency expenditure
for quarter ended 30.9.37.

Accounts Dept.

A.P. Bawa
29.1

The expenditure for the first six months
of 1937/8 is as follows:

Total as per original return
in (26) £ 6,646.2.7d

Less expenditure on supplies
included in above return
in (26) (£ 5,670.9.2d)

£ 976.9.2d

Expenditure for 1937/8

£ 2,669.12.1d

£ 1,452.0.0d

We are submitting to you a file
supplementary returns to main expenditure
during 1937/8.

No action required on part of (26)
and (26) will refer for the full year
1/1/37-31/12/38 as usual.

In the name of the Dept. by *[Signature]*
20/1/38

KENYA

No. 35



14
38
GOVERNMENT HOUSE

NAIROBI

KENYA

22 January, 1938.

Sir,

14
With reference to Sir Arnigel Wade's despatch No. 375 of the 13th July, 1937, and related correspondence regarding emergency expenditure incurred in connection with the Italo-Ethiopian conflict, I have the honour to enclose for your information four copies of the audited accounts, duly certified by the Auditor, of emergency expenditure in respect of the quarter ended the 30th September, 1937.

I have the honour to be,

Sir,

Your most obedient, humble servant,

De Brooke-Popham

AIRC IEF IARSAL,
GOVERNMENT HOUSE.

THE RIGHT HONOURABLE

W. ORMSBY GORE, P.C., M.P.,

SECRETARY OF STATE FOR THE COLONIES,

DOWNING STREET,

LONDON, S.W. 1.

Seen

A. J. Harding D.C.A.

7-1-38

[Handwritten initials]

38. Gov. Kenya

35

22-1-38

Enclosed four copies of audited accounts of emergency expenditure for quarter ended 30.9.37

Accounts Dept.

W. Bawe
29.1

The expenditure for the first six months of 1937/8 is as follows:-

Total as per statement enclosed in (28)

£ s. ch.
61,646-2-73 1

Less expenditure from 31/3/37 included in above but chargeable to 1936/7 (see statement 7 enclosed in (26))

37,076-9-89 1
24,569-12-84 1

Less one more 1936/7 (see his father's minutes letters 18)

1463-10-88 1
£ 23,116-2-19 1

We are providing £7,000 in the supplementary estimate to meet expenditure during 1937/8

No action required on para. 6 of (26) and (28) until after for the full year 1/4/37-31/3/38 are received.

For the moment ? but by *[Signature]*
29/1/38

KENYA
No. 35.



4.
38
GOVERNMENT HOUSE
NAIROBI
KENYA

22 January, 1938.

Sir,

With reference to Sir Arnigel Wade's despatch No. 375 of the 13th July, 1937, and related correspondence regarding emergency expenditure incurred in connection with the Italo-Ethiopian conflict, I have the honour to enclose for your information four copies of the audited accounts, duly certified by the Auditor, of emergency expenditure in respect of the period ended the 30th September, 1937.

I have the honour to be,

Sir,

Your most obedient, and able servant,

R Brooke-Popham

AIR CIEP (A.S.A.),
N.V. I. C.

THE RIGHT HONOURABLE

W. OMSBY GORE, P.C., M.P.,

SECRETARY OF STATE FOR THE COLONIES,

DOWNING STREET,

LONDON, S.W. 1.

STATEMENT NO. 8.

Summary of Additional Expenditure incurred up to
30th September, 1937, in consequence of the Italo-Ethiopian Situation.

DETAILS.	AMOUNT.		TOTAL		TOTAL.		
	Shs.	Cts.	Shs.	Cts.	£	s.	Cts.
Expenditure incurred up to 30.6.37 (as per previous statements).			848,094-58		42,404-14-58		
<u>Expenditure incurred during the quarter ended 30th September, 1937.</u>							
<u>Coast Defences.</u>							
Expenses incurred in respect of War Office personnel lent to Kenya....	7,439-97		7,439-97		371-19-97		
<u>MILITARY.</u>							
<u>REFUGEE CAMPS, ISIOLO:-</u>							
Rations, Stores, Transport, etc.	21,228-51						
"A" Reserve Company to guard the Camps....	20,452-43		41,680-94		2,084-0-94		
<u>REFUGEE CAMPS, KAPENGURIA:-</u>							
Rations, Stores, Transport, etc.	9,374-95		9,374-95		468-14-95		
<u>REFUGEE CAMPS, ISIOLO & NORTHERN HORN:-</u>							
Transport, Maize Flour & Salt...	97,079-19						
Motor Lorries....	91,325-23		188,404-42		9,420-4-42		
<u>ADMINISTRATION.</u>							
Refugees Camps, Isiolo & Northern Horn:- Meat Rations, Stores, tools, etc....	34,320-04		34,320-04		1,716-0-04		
<u>MEDICAL.</u>							
Medical Services at Refugees and Internees Camps.	41,083-15		41,083-15		2,054-3-15		
<u>POLICE.</u>							
Special Measures for Northern Frontier Boundary and for the Refugees Camps, Isiolo...	51,563-15		51,563-15		2,578-5-15		
<u>MISCELLANEOUS.</u>							
Cost of Cables, travelling expenses etc., incurred specially in connection with Italo-Ethiopian situation..	10,961-53		10,961-53		548-1-53		
Examined.	Total Shs:-		1,232,922-73		61,646-2-73		

A. H. H. H.
AUDITOR.

J. J. J. J.
ACTING TREASURER.

I hereby certify that all the expenditure included in this statement in respect of my Department was abnormal expenditure incurred as a result of the Italo-Ethiopian situation.

W. J. J. J.
Commander, Northern Brigade,
King's African Rifles,
and Local Forces.

Colonel,

W. J. J. J.
Commissioner of
Police.

J. J. J. J.
Director of Medical
Services.

38066/17/3)

C. O.

Mr. C. O. J. White 24/12
Mr. Parkin 22/12 f.

Mr.
Sir H. Moore
Sir G. Tomlinson.
Sir C. Bottomley.
Sir J. Shuckburgh.
Permt. U.S. of S.
Parly. U.S. of S.
Secretary of State.

30 December 1943

DRAFT.

Kenya
No 11449.
Gov

(34)

Sir I have etc to ask the receipt of your dep. no 739 of the 7th of December and to convey my covering approval for the issue of a Special Warrant to meet expenditure up to the end of the year to be incurred by the Civil Administration in connection with refugees from Ethiopia

£9,400

FURTHER ACTION

(Signed) W. ORMSBY GORE

of

Mr. Palmer.

I have certified the statements subject to a report and return them herewith.

I understand that Treasury Authority for the expenditure out of the grant is not required, and I have certified on this understanding.

A. J. Harding

Director of Colonial Audit.

8th Dec 1937

REPORT on the SUMMARIES of ADDITIONAL
EXPENDITURE INCURRED up to the 31st of
MARCH, 1937, in consequence of the ITALO-
ETHIOPIAN SITUATION.

As was stated in my report on the Summaries of expenditure up to the 31st of March, 1936, the certificates on the Statements signed by the Commander, Northern Brigade, Kings African Rifles, and by the Commissioner of Police, have been included as the Auditor would not otherwise have been in a position to satisfy himself as to whether the expenditure incurred was of an abnormal nature or not.

A. J. Harding

Director of Colonial Audit.

COLONIAL AUDIT DEPARTMENT,

10th December, 1937.

STATEMENT No. 3.

Summary of additional expenditure incurred up to 30th June, 1953, in consequence of the Italo-Ethiopian situation.

Details.	Amount		Total			
	Sh.	Cts.	Sh.	Cts.	Rs.	P.
Expenditure incurred up to 30.6.53 as per previous statements.		3.36	512,554:	84,15,6:7:	14:	84.
<u>Expenditure incurred during the quarter ended 30.6.53:-</u>						
Military.						
Frontier Allowance to Civil Staff	96:	00.				
Hire of camels for transporting rations.	341:	00.				
Wages of extra Station hands	102:	00.				
Transport of Troops, Stores, etc.	22,166:	00.				
Rations, Stores, etc. for internees	21,058:	20.				
Cost of Military Guards for Internment Camps	25,532:	28.	67,573:	48.	5,378:	16: 48.
Police.						
Pay of extra Police for Northern Frontier District	11,574:	93.				
Frontier Allowance to an Officer and a clerk	519:	50.				
Rations to extra Police	1,497:	32.				
Arms and Equipment for extra Police	636:	58.				
Miscellaneous Stores	519:	00.				
Maintenance of Govt. Motor Vehicles, Petrol, Oil, etc.	5,253:	75.				
Hire of Motor Lorries	295:	80.				
Camel hire etc. for special patrol duties	2,025:	75.				
Subsistence allowance to officers on special patrols	455:	00.				
Uniforms for extra Police	2,222:	22.	24,216:	70.	1,240:	16:70.
Miscellaneous.						
Telegrams & Cables	4,217:	82.				
Pay, Uniforms, Rations, Stores, etc. for 20 extra Tribal Police in the N.F.D.	732:	25.				
Travelling exp. of Adm. Officers on special duties in the N.F.D. in connection with the Italo-Ethiopian Situation	4,402:	2.				
Preparation & Maintenance of Ldg. Grounds for R.A.F. Aircraft	10,261:	55.				
	19,855:	6.	404,945:	02.	20,247:	8: 2.

Details.

Particulars

Rs. Cts.

Broadway

1,000 00

Miscellaneous (contd.)

Completion of Bomb Store at Shimangi (Mombasa) Aerodrome: Material & Labour Charges

2,000 00

Construction of canteen for members of . . . at Hai old aerodrome

1,000 00

Improvement of Roads in Northern Frontier District

1,000 00

Construction of a temporary hospital at Moyale

1,000 00

Salary paid to a Sub-Assistant Surgeon posted to Isiolo

1,000 00

Travelling expenses of medical Officers

48 06

Motor Lorry for medical Officer, . . . to enable him to visit special police and military forces in Marsabit and Garissa Districts

1,000 00

Medical & Surgical Stores for Northern Frontier District

1,000 00

Transport on Medical & Surgical Stores for Northern Frontier District

1,000 00

The Secretary,
Isiolo, Kenya.

I hereby certify that all the expenditure incurred under the Head "Medical Stores" was a direct result of the . . .

I hereby certify that all the expenditure incurred under the Head "Police" was a direct result of the . . .

(Handwritten signature)

STATEMENT NO. 1.

Summary of Additional Expenditure incurred up to 30th September, 1937,
in consequence of the Italo-Ethiopian Situation.

Details.	Amount. Sh: Cts.	Total	
		Sh: Cts.	£: s: Cts.
Expenditure incurred up to 30.6.36 as per previous statements.....		440,496. 64.	22,024. 10. 64.
<u>Expenditure incurred during the quarter ended 30.9.36:-</u>			
<u>Military.</u>			
Pay and allowances to one R.E. officer and two R.A. Non-Commissioned officers loaned for training the Coast Defence Unit of the K.A.R.	5,654. 84.		
Hire of camels for transporting rations	422. 50.		
Wages of extra Station hands	222. 00.		
Transport of Troops, Stores, etc.	19,593. 75.		
Rations, Stores, etc. for internees	19,956. 76.		
Cost of Military Guards for Internment Camps	14,893. 40.	60,023. 31.	3,001. 5. 31.
<u>Police.</u>			
Pay of extra Police for Northern Frontier District	11,322. 00.		
Rations to extra Police	1,353. 94.		
Arms and Equipment for extra Police	987. 00.		
Miscellaneous Stores	2,769. 00.		
Maintenance of Government Motor Vehicles, Petrol, Oil, etc.	4,977. 59.		
Hire of Motor Lorries	577. 96.		
Camel hire, etc. for special patrol duties	2,184. 54.		
Grain etc. for Govt. Animal Transport used by the extra Police	875. 75.		
Subsistence allowance to officers on special patrols	739. 00.		
Uniforms for extra Police	1,977. 90.	27,564. 68.	1,383. 4. 68.
<u>Miscellaneous.</u>			
Telegrams & Cables	2,126. 62.		
Pay, Uniforms, Rations, Stores, etc. for 20 extra Tribal Police in the Northern Frontier District	612. 15.		
	2,738. 87.	528,176. 63.	26,408. 18. 63.

Details.	Amount. Shs. Cts.	Total	
		Shs.	Cts.
Brought Forward:-	2,736. 87.	528,178. 05.	26,400. 16. 06.
Miscellaneous (contd.)			
Cost of 12 bicycles purchased for extra Tribal Police	2,473. 69.		
Travelling exps. of Admn. Officers on special duties in the N.F.D. in connection with the Italo-Ethiopian Situation	2,835. 00.		
Preparation and Maintenance of Landing Grounds for R.A.F. Aircraft	11,102. 80.		
Construction of Provision and General Stores, Solitary Confinement Cells etc. at Internment Camps, Isiolo	3,741. 01.		
Cost of Native Huts for the Extra Police posted to Wajir	193. 50.		
Construction of canteen for members of R.A.F. at Nairobi Aerodrome	15. 20.		
Improvement of Roads in Northern Frontier District	1,158. 98.		
Construction of a temporary hospital at Moyale	82. 17.		
Salary paid to a Sub-Assistant Surgeon, a lorry driver and a dresser.	1,288. 33.		
For Motor Lorry Petrol, oil, etc./used by the Medical officer, Wajir	385. 50.	25,975. 17.	1,298.15. 17.
Total:		554,153. 80.	27,707.13. 80.

EXAMINER

The Treasury,
Nairobi,
Kenya



A. C. M. WATSON
TRASURER.

I hereby certify that all the expenditure included in this Statement under the Head "Military" was abnormal expenditure incurred as a direct result of the Italo-Ethiopian Situation.

COMANDANT
NORTHERN BRIGADE, KING'S AFRICAN RIFLES.

I hereby certify that all the expenditure included in this Statement under the Head "Police" was abnormal expenditure incurred as a direct result of the Italo-Ethiopian Situation.

COMMISSIONER OF POLICE.

STATEMENT NO. 5.

Summary of Additional Expenditure incurred up to 31st December, 1936,
in consequence of the Italo-Ethiopian Invasion.

Details.	Amount. Rs. Pcs.	Total.	
		Rs.	Pcs.
Expenditure incurred up to 31.12.35 as per previous statements.		564,153. 8	27,777.15.80
<u>Expenditure incurred during the quarter ended 31.12.36:-</u>			
<u>Military.</u>			
Expenses incurred in respect of salary, passages and pension contributions of war office personnel lent to Kenya.....	9,529. 82		
Frontier Allowance to Civil Staff.....	106. 5		
Hire of camels for transporting rations.....	216. 0		
Wages of extra Station hands.....	245. 8		
Transport of Troops, Stores, etc.....	14,47. 0		
Rations, Stores, etc. for internees.....	15,765. 3		
Cost of Military Guards for Internment Camps.....	2,411. 0		
Additional expenditure in respect of rations, clothing and equipment for training the reservists.....	1,338. 7	67,378. 1	7,378. 2
<u>Police.</u>			
Pay of extra Police for Northern Frontier District.....	2,411. 0		
Rations to extra Police.....	1,517. 42		
Miscellaneous stores.....	58. 0		
Maintenance of Govt. Motor Vehicles, Petrol, Oil, etc.....	2,163. 95		
Hire of Motor Lorries.....	497. 50		
Camel hire etc. for special patrol duties.....	3,380. 18		
Subsistence allowance to officers on special patrols.....	421. 5		
Grain, etc. for Govt. Animal Transport used by the extra Police.....	620. 50	18,65. 9	18,65. 9
<u>Miscellaneous.</u>			
Telegrams & Cables.....	1,498. 0		
Pay, Uniforms, Rations, Stores, etc. for 20 extra Tribal Police in the Northern Frontier District.....	541. 75		
Repairs to Consul's car damaged at the time of invasion of Moyale.....	772. 0		
	2,811. 75	639,778.91.	51,985.18.91.

Details.	Amount.		Shs.	Cts.	E. S. Cts.
	Shs.	Cts.			
Brought Forward:-	2,811.	79.	659,778.91		31,988. 18.91
Travelling Exp. of Administration Officers on special duty in the N.F.D. in connection with the Italo-Ethiopian Situation.	1,971.	64.			
Preparation and Maintenance of Landing Grounds for R.A.F. Aircraft.....	7,451.	0.			
Improvement of Roads in Northern Frontier District.....	1,308.	89.			
Construction of provision and general stores, Solitary Confinement Cells, etc. at Internment Camps, Isiolo.....	1,254.	06.			
Salary paid to a Sub-Assistant Surgeon and lorry driver.....	1,580.	00.			
Travelling expenses of Medical staff	8.	50.			
Petrol, oil etc. for motor lorry used by the Medical Officer, Wa Jir.....	556.	05.			
Medical & Surgical Stores for Northern Frontier District.....	600.	00.			
Expenses in connection with the repatriation of Stankos Kopara to Yugoslavia.....	116.	00.	17,858.92.		862.18.22.
Total:-			657,377.13.	52,951.17.15.	

The Treasury,
Nairobi,
KENYA.

[Signature]
24.3.1947.

I hereby certify that all the expenditure included in this Statement under the Head "Military" was abnormal expenditure incurred as a direct result of the Italo-Ethiopian Situation.

[Signature]
COMMANDER,
NORTHERN FRONTIER DISTRICT,
KENYA.

I hereby certify that all the expenditure included in this Statement under the Head "Police" was abnormal expenditure incurred as a direct result of the Italo-Ethiopian Situation.

[Signature]
COMMISSIONER OF POLICE.

EXAMINED.
[Signature]
AUDITOR.

STATEMENT NO. 9.

Summary of Additional Expenditure incurred up to 31st March, 1941, in consequence of the Italo-Ethiopian Situation.

Details.	Amount.		Total.
	Rs.	Pcs.	
Expenditure incurred up to 31.12.36 as per previous statements.....			287,027:17.
<u>Expenditure incurred during the quarter ended 31.3.37:-</u>			
<u>Coast Defence.</u>			
Expenses incurred in respect of war office personnel lent to Kenya.....	6,654:50.		6,654:50.
<u>Military.</u>			
Frontier Allowance to Civil Staff.	-		
Hire of camels for transporting rations.....	305:50.		
Wages of extra Station hands.....	314:00.		
Transport of Troops, Stores, etc..	18,185:75.		
Rations, Stores, etc. for internees.....	3,098:00.		
Cost of Military Guards for Internment Camps.....	10,820:88.		
			54,184:13.
<u>Police.</u>			
Pay of extra Police for Northern Frontier District.....	9,101:50.		
Rations to extra Police.....	1,797:01.		
Miscellaneous Stores.....	585:15.		
Maintenance of Govt. Motor Vehicles, Petrol, Oil, etc.....	7,597:77.		
Hire of Motor Lorries, etc. for transport.....	658:44.		
Camel hire etc. for special patrol duties.....	1,490:88.		
Subsistence allowance to officers on special patrols.....	1,364:40.		
Grain, etc. for Govt. Animal Transport used by the extra Police	1,059:50.		22,680:75.
<u>Miscellaneous.</u>			1,133:00.
Telegrams & Cables.....	868:76.		
Pay, Uniforms, Rations, Stores, etc. for extra Tribal Police in the Northern Frontier District.....	330:00.		
	1,198:76.	740:476:51.	1,939,081:11.

Details.	Amount.	Total.	
	Sh. Cts.	Shs. Cts.	£. Sh. Cts.
Brought Forward:	1,198:76.	740,476:51.	37,023:10:51.
Miscellaneous (contd.)			
Travelling expenses of Administration Officers on special duties in the N.F.D. in connection with the Italo-Ethiopian Situation....	1,308:90.		
Salary paid to the extra Wireless telegraph operator, Lodwar.....	140:00.		
Salary paid to a Sub-Assistant Surgeon and lorry driver.....	1,360:63.		
Travelling expenses of Medical staff.....	10:00.		
Petrol, oil, etc. for motor lorry used by the Medical Officer, Wajir.....	513:40.		
Medical and Surgical Stores for Northern Frontier District.....	319:39.		
Cost of feeding Eritrean Prisoners while in Hospital.....	93:80.		
Expenses in connection with the repatriation of Stanislas Kosara, Italian deserter, to Jugoslavia...	92:30.		
Credits:-			
Preparation and maintenance of landing grounds for R.A.F. Aircraft (overcharge in respect of rations issued to labourers).....	10:4.		
Medical and Surgical Stores for Northern Frontier District (Unused stores returned to Medical Storekeeper).....	4,073:06.	1,053:58.	
Total:-		741,530:89.	37,076:10:51.

The Treasury,
Nairobi,
Kenya.
Treasurer.

I hereby certify that all the expenditure included in this Statement under the Head "Military" was abnormal expenditure incurred as a direct result of the Italo-Ethiopian Situation.

[Signature]
COMMANDER,
NORTHERN BRIGADE, KING'S
AFRICAN RIFLES.

I hereby certify that all the expenditure included in this Statement under the Head "Police" was abnormal expenditure incurred as a direct result of the Italo-Ethiopian Situation.

EXAMINED.
[Signature] AUDITOR. COMMISSIONER OF POLICE.

I, the undersigned, declare that, to the best of my knowledge and belief, no part of the expenditure contained in the above four statements (Nos.3-6) has been incurred without the authority of the Lords Commissioners of the Treasury.

Medical and Surgical Stores for Northern Frontier District.....	512:40.		
Cost of feeding Eritrean Prisoners while in Hospital.....	318:00.		
Expenses in connection with the repatriation of Stanislas Kosara, Italian deserter, to Yugoslavia..	52:30.		
	5,096:88.		
Credits:-			
Preparation and maintenance of landing grounds for R.A.F. Aircraft (recharge in respect of rations issued to labourers).....	10:24.		
Medical and Surgical Stores for Northern Frontier District (Unused stores returned to Medical Storekeeper).....	4,033:06.	1,053:58.	52:13:50.
	Total:-	741,529:89.	37,076: 0: 0.

The Treasury,
Nairobi,
Kenya.
for Ag. Treasurer.

I hereby certify that all the expenditure included in this Statement under the Head "Military" was abnormal expenditure incurred as a direct result of the Italo-Ethiopian Situation.

[Signature]
COMMANDER,
NORTHERN BRIGADE, KING'S
AFRICAN RIFLES.

I hereby certify that all the expenditure included in this Statement under the Head "Police" was abnormal expenditure incurred as a direct result of the Italo-Ethiopian Situation.

[Signature]
EXAMINED.
AUDITOR.
COMMISSIONER OF POLICE.

I, the undersigned, declare that, to the best of my knowledge and belief, no part of the expenditure contained in the above four statements (Nos. 3-6) has been incurred without the authority of the Lords Commissioners of the Treasury.

COLONIAL OFFICE.

September, 1937.

2nd October

[Signature]
Accounting Officer.

I certify that the above Statements (4), are true and correct summaries of the additional expenditure incurred by Kenya up to the 31st of March, 1937, in consequence of the special measures taken in connection with the Italo-Ethiopian situation and charged to expenditure in the accounts of the Treasurer, subject to the comment in the attached Report.

[Signature]

Director of Colonial Audit.

1st December 1937

Medical and Surgical Stores for Northern Frontier District.....	312:40.		
Cost of feeding Eritrean Prisoners while in Hospital.....	96:80.		
Expenses in connection with the repatriation of Stanislas Kosara, Italian deserter, to Jugoslavia...	52:20.		
	5,096:68.		
Credits:-			
Preparation and maintenance of landing grounds for R.A.F. Aircrafts (overcharge in respect of rations issued to labourers).....	10:4.		
Medical and Surgical Stores for Northern Frontier District (Unused stores returned to Medical Storekeeper).....	4,033:06.	1,053:38.	52:12.
	<u>Total:-</u>	<u>741,529:89.</u>	<u>57,076:00.</u>

The Treasury,
Nairobi,
Kenya.

for Ag. Treasurer.

I hereby certify that all the expenditure included in this Statement under the Head "Military" was abnormal expenditure incurred as a direct result of the Italo-Ethiopian Situation.

General
Colonel

COMMANDER,
NORTHERN BRIGADE, KING'S
AFRICAN RIFLES.

I hereby certify that all the expenditure included in this Statement under the Head "Police" was abnormal expenditure incurred as a direct result of the Italo-Ethiopian Situation.

EXAMINED.
de Hardung
AUDITOR.

COMMISSIONER OF POLICE.

I, the undersigned, declare that, to the best of my knowledge and belief, no part of the expenditure contained in the above four statements (Nos. 3-6) has been incurred without the authority of the Lords Commissioners of the Treasury.

COLONIAL OFFICE.

September, 1937.

de Hardung
Accounting Officer.

2nd October

I certify that the above Statements (4), are true and correct summaries of the additional expenditure incurred by Kenya up to the 31st of March, 1937, in consequence of the special measures taken in connection with the Italo-Ethiopian situation and charged to expenditure in the accounts of the Treasurer, subject to the comment in the attached Report.

A. J. Hardung

Director of Colonial Audit.

10th December 1937

KENYA
No. 739



34
27
GOVERNMENT HOUSE
NAIROBI
KENYA

7 December, 1937.

Sir,

I have the honour to request your covering approval of a Special Warrant for £9,400 to meet expenditure incurred and to be incurred by the Civil Administration up to the end of the current year in connection with the Ethiopian refugees in the Northern Frontier District of this Colony.

As this provision is unavoidable and urgently required, I have signed the Special Warrant in anticipation of your approval.

I have the honour to be,

Sir,

Your most obedient, humble servant,

A. Brooke Copham

AIR CHIEF MARSHAL,
GOVERNOR.

THE RIGHT HONOURABLE

W. ORMSBY GORE, P.C., M.P.,

SECRETARY OF STATE FOR THE COLONIES,

DOWNING STREET,

LONDON, S.W. 1.

Amund (37)

38000/1/37

13

C. D.
R. P. DEC
D. 13

Mr. Parkin
Mr.

Sir H. Moore.

Sir G. Tomlinson.

Sir C. Bottemley.

Sir J. Shuckburgh

Permu. U.S. of S.

Party U.S. of S.

Secretary of State.

S.H.A.

16 December 1937

DRAFT.

Keenan

No 1105

gr

32) Receipt of van left to 712 of
the 25th of November and to convey
covering
my covering approval for
of new species warrants boundary of
£6,398, in
connection with the Detachment
Camp for Italian Deserters at
Isido + in the Ethiopian region

£6,398

I have etc

(Signed) W CHAMBERLAIN

FURTHER ACTION.

Action as in Minute of

27/11

29 32

KENYA
No. 712



GOVERNMENT HOUSE
NAIROBI
KENYA
25 November, 1937.

28-

Sir,

With reference to my despatch No. 641 of the 25th October last, I have the honour to request your covering approval of three Special Warrants amounting to £6,398 to meet expenditure in connection with the Internment Camp for Italian deserters at Isiolo and supply and transport services for the Ethiopian refugees up to the end of the current year.

As this extra provision is unavoidable and urgently required, I have signed the Warrants in anticipation of your approval.

I have the honour to be,

Sir,

Your most obedient, humble servant.

R Brooke-Polham

AIR CHIEF MARSHAL
GOVERNOR.

THE RIGHT HONOURABLE
W. CHAMBERLAIN, P.C., M.P.,
SECRETARY OF STATE FOR THE COLONIES,
DOWNING STREET,
LONDON, S.W. 1.

KENYA

Downing Street,

SECRET (2)

20 December 1937.

Sir,

I have the honour to refer to my secret despatch of the 5th of October and connected correspondence in regard to the Abyssinian refugees now in Kenya, and to transmit to you for your information copies of a memorandum prepared in the Colonial Office for the purpose of a discussion with representatives of the Foreign Office and the Treasury, and a record of the discussion at a meeting held at the Colonial Office on the 15th of September.

Memorandum

etc of meeting

I much regret that the general conclusion reached was that there is no immediate prospect of the Government of Kenya being relieved of the responsibility of maintaining these refugees in Kenya. I am however now in a position to authorise you to let it be known that His Majesty's Government have agreed to a vote being submitted to Parliament in due course for the necessary provision to enable the expenditure incurred by the Government of Kenya in the maintenance of these refugees and in other special services arising out of the Italo-Thiopian conflict, to be refunded to the Government of Kenya. While therefore, it is unfortunately necessary to contemplate the continuance, for an indefinite period, of the grave anxieties caused by the presence of these people in the Colony, the Colony will at any rate not in addition be called upon to bear the financial

GOVERNOR

AIR CHIEF MAGAZINE

SIR ROBERT BROOKE-PHILLIPS, G.C.B., G.C.E., F.R.S., F.C.S., F.C.I., F.C.A., F.C.M.A., F.C.S.I., F.C.S.M., F.C.S.T., F.C.S.W., F.C.S.Z., F.C.S.A., F.C.S.E., F.C.S.N., F.C.S.P., F.C.S.Q., F.C.S.R., F.C.S.S., F.C.S.T., F.C.S.U., F.C.S.V., F.C.S.W., F.C.S.X., F.C.S.Y., F.C.S.Z.

6.11.37.
23.11.37.

financial burden of their maintenance. I enclose a copy of the relevant correspondence with the Treasury.

As regards the possibility of arrangements being made with the Italian Government for the return of the refugees to Abyssinia, you will observe that it is considered that so little reliance can be placed on the assurances that might be given by that Government in regard to their treatment, if they were returned to Abyssinia, that doubts were felt as to the utility of seeking such assurances even when it becomes possible to open negotiations for a general settlement of the various questions arising out of the Italian conquest of Abyssinia. The question will however not be overlooked, and will be reconsidered in the light of the circumstances as they exist at the time when such negotiations become possible. You will no doubt appreciate the importance, in any public statement which you may make in regard to the cost of maintaining these refugees in Kenya, of saying nothing which might render it more difficult in due course to make an arrangement with the Italian Government for their repatriation, or which might tend to make the refugees themselves unwilling to return to their homes if it became possible to make such an arrangement on their behalf.

In the meantime, if any of the refugees express a desire to be permitted to return to Abyssinia, they should be allowed to do so.

3. The question whether it would be possible to establish at any rate some of these refugees in an agricultural settlement in the Southern Highlands province of Tanganyika; has been discussed orally with Sir Harold MacMichael, but he is satisfied that no such scheme would be practicable. He is however taking steps to

ascertain/

ascertain whether a certain number of the refugees could be employed as agricultural labourers on estates in Tanganyika.

4. As regards the suggestion that some of the refugees or Eritrean deserters might be enlisted in the King's African Rifles, you will have learnt from the papers transmitted with my secret despatch of the 8th of October, that enquiries were made at the Foreign Office by the Italian Chargé d'Affaires in regard to a rumour that some of these men had already been enlisted. It must therefore be assumed that any such action would be resented by the Italians and would tend to jeopardise the success of the eventual negotiations on boundary questions. The suggestion that some of the Eritrean deserters might be employed by the Army on certain defence works in Sierra Leone is being further considered. You will however appreciate that even if the Army were prepared to employ some of these men, and if the Foreign Office saw no objection from the international point of view, it would be necessary to consult the Governor of Sierra Leone before a final decision could be reached.

5. As regards the question raised in your secret despatch of the 6th of September I have dealt in my secret despatch of the 8th of November with the request of the Italian Consul General to be furnished with particulars of the Eritrean deserters. As regards the question of the action to be taken in the event of Italian (European) deserters finding their way into Kenya, I would invite your attention to the conclusions recorded in paragraph 5 of the note of the meeting held on the 15th of September, by which you should be guided if this contingency should arise.

6. I take this opportunity of acknowledging the receipt of your secret despatch of the 21st of October and of thanking you for the clear explanation of the circumstances which render it necessary to continue to maintain the special measures rendered necessary by the abnormal situation on the northern frontier of the Colon.

I have the honour to be

Sir,

Your most obedient

humble servant.

(Signature) H. G. G. G. G.

Sir,

I have laid before the Lords Commissioners of His Majesty's Treasury Mr. Flood's letter of the 26th instant, 46597/1/37, with its enclosures regarding the incidence of the expenditure which is being incurred by the Government of Kenya in connexion with the maintenance of the Abyssinian refugees and on other services rendered necessary by the situation on the northern frontier of the Colony and I am now to request you to convey to Mr. Secretary Ormsby Gore the following reply.

In the circumstances explained My Lords agree that the Governor of Kenya may be informed that a vote for the necessary provision, to enable this expenditure to be refunded to the Government of Kenya, will be submitted to Parliament in due course and They have no comments on the draft despatch which it is proposed to address to the Governor in this connexion.

My Lords note that expenditure by the Colony during the year ending the 31st March 1938 is estimated at approximately £71,000 and they agree that provision for that amount may be included in the Supplementary Estimate for Colonial and Middle Eastern Services for the current financial year that will be presented to Parliament in due course.

As regards 1938 My Lords consider that provision for this service, as in the case of British Somaliland, should be made in the original Estimate and They suggest that the sum of £70,000 should be inserted provisionally in the draft Estimate for Colonial and Middle Eastern Services for that year.

A copy of this letter has been sent to the Foreign Office.

I am, etc.

(Signed) R. V. MIND HOPKINS

38000/3) 35
24

C. O.

Mr. ~~C. G. White~~ 12/11
Mr. ~~Parkin~~ 12/11 (?)
Mr.

~~John A. ...~~

Sir C. Parkinson.
Sir G. Tomlinson.
Sir C. Bottomley.
Sir J. Shuckburgh.
Permt. U.S. of S.
Parly. U.S. of S.
Secretary of State.

O. D.
R 13 NOV
D 17

17 NOV 1937

DRAFT.

Kenya
No 1004.
Go

Sir I have etc to ask the receipt of your despatches Nos 605 & 641 of the 7th & 26th of October respectively, and to ^{cover a ...} ~~cover~~ my covering approval of the overexpenditure, as set out in these despatches, on various services occasioned ^{by the arrival in the colony of large numbers of Albanian refugees.} ~~by the arrival in the colony of large numbers of Albanian refugees.~~

FURTHER ACTION.

(Signed) W. ORMSBY GORE.

AIR MAIL

KENYA
No. 641

REC
- 1 NOV 1937
O. O. REGY



28
GOVERNMENT HOUSE
NAIROBI
KENYA

25 October, 1937.

Sir,

23 With reference to Mr. Pilling's despatch No. 605 of the 7th October, I have the honour to request your covering approval of a Special Warrant for £3,000 to meet over-expenditure of the provision for the upkeep and operation of mechanical transport of the Northern Brigade occasioned by the refugee situation.

As this extra provision is unavoidable and urgently required, I have signed the Warrant in anticipation of your approval.

I have the honour to be,

Sir,

Your most obedient, humble servant,

James (19)

Brooke-Popham

AIR CHIEF MARSHAL,
GOVERNOR.

THE RIGHT HONOURABLE
W. ORMSBY GORE, P.C., M.P.,
SECRETARY OF STATE FOR THE COLONIES,
DOWNING STREET,
LONDON, S.W. 1.

26A

30

Draft on

46687/1/37

6 November 1937.

Sir,

With reference to the letter from this Office of the 7th of October and connected correspondence in regard to the Abyssinian refugees in Kenya and Somaliland, I am directed by H.R. Secretary, Treasury, to transmit to you, to be laid before the Lords Commissioners of the Treasury, the enclosed copy of a note of the discussion held at the Colonial Office on the 15th of September.

Note

2. In connection with paragraph 5 of the note I am to request you to inform Their Lordships that the Governor has reported that the question of the incidence of the expenditure which is being incurred in connection with the maintenance of these refugees and on other services rendered necessary by the situation on the northern frontier of Kenya, has been raised in the Colony on more than one occasion, and he has urged that he may be authorized to assure the public in the Colony that this expenditure will continue to be reimbursed from Imperial funds.

THE SECRETARY
TREASURY

3. I am also to enclose a copy of a despatch dated the 22nd of October from which it will be seen that the expenditure on these services during the year ending 31st March 1934 is likely to amount to about £71,000. In a subsequent telegram the Government has reported that, on the assumption that it will be necessary to continue this expenditure on the same scale, the amount required during the financial year 1934-35 will again be in the neighbourhood of £71,000.

The British Government are fully aware of the fact that it is necessary, for the present, to contemplate the maintenance of these refugees for an indefinite, and possibly prolonged, period. In the despatch of the 22nd of October the Governor explains clearly why it is also necessary to continue, if not to augment, the special military and police measures which have hitherto been necessary on the northern frontier of the Colony in the Italian invasion of Abyssinia. In this connection it may be mentioned that at a recent meeting of an inter-departmental committee convened to consider the relative importance of the various boundary adjustments which are considered necessary by the Governments of the Sudan, Kenya, and British Somaliland,

it was mentioned by the representatives of the Foreign Office that, owing to the general political situation in Europe, it was unlikely that any opportunity would occur before next April or May at the earliest, for the opening of negotiations with the Italian Government for the discussion of these boundary questions.

5. In support of his request for an assurance that His Majesty's Government will refund this expenditure to the Government of Kenya, the Governor invites reference to the secret telegram No. 22 of the 6th of February from the then Acting Governor (a copy of which was sent to the Treasury with the semi-official letter from this Department of the 9th of February and observes that (as will be seen from the figures given in his despatch of the 2nd of October) this expenditure has considerably increased as a result of the grave proportions which the refugee problem has now assumed.

6. While it is true that the financial position of Kenya has shown considerable improvement within the past twelve months, Mr. Masby is satisfied that it is still the case that it would be impossible for the Colony to find the necessary money on the scale indicated in the Governor's despatch of the 22nd of October without impairing various essential services. Moreover, in

Mr. Ormsby Gore's view, it would be inequitable for the Colony to have to bear the financial burden of the measures which the Government of Kenya has had to take solely because of the Colony's proximity to Abyssinia. In the course of carrying out Imperial policy in relation to the Italo-Abyssinian conflict. Subject therefore to Their Lordships' approval, Mr. Ormsby Gore would propose to inform the Governor that a vote for the necessary provision, to enable this expenditure to be refunded to the Government of Kenya, will be submitted to Parliament in due course.

7. A copy of a draft despatch to the Governor of Kenya is enclosed and I am to enquire whether Their Lordships concur in its terms. The Secretary of State would propose to send a somewhat similar despatch to the Acting Governor of British Somaliland dealing with the Abyssinian refugees who are being maintained in that Protectorate. Copies of this letter and of the draft despatch are being sent to the Foreign Office.

I am,

Sir,

Your most obedient servant

Wm. Ormsby Gore

AIR MAIL

KENYA

No.

SECRET.

RECEIVED

27 OCT 1937

O. O. REGD



GOVERNMENT HOUSE

NAIROBI

KENYA

22 October, 1937.

264

Sir,

13.

With reference to your Secret despatch of the 5th of July last regarding the question of the continuance of the grant from Imperial funds to provide for the emergency expenditure which is still being incurred in this Colony in connection with the Italo-Ethiopian conflict, I have the honour to inform you that the expenditure likely to be incurred during the year ending the 31st March, 1938, is estimated at £71,200 made up as follows:-

Copy to Ken. (26 of)

	£.
(i) Guarding and management of Camp at Isiolo for Eritrean deserters and maintenance of 570 internees by Military authorities	9,500.
(ii) Medical stores, drugs, dressings and attention at Eritrean camp	1,500.
(iii) Guarding and supervision of Ethiopian refugees, now concentrated in a camp at Isiolo, by Police authorities	6,500.
(iv) Management and maintenance of Ethiopian refugees, now numbering approximately 6000 and concentrated in camp at Isiolo	43,500.
(v) Medical stores, drugs, dressings and attention at Ethiopian refugees camp. Supervision of sanitation and maintenance of hospital at the camp	5,000.
(vi) Maintenance of increased establishment of Police in Northern Frontier Districts in out-posts.	4,000.
(vii) Expenses incurred in respect of War Office personnel loaned in connection with the Coast Defence Unit .	900.
(viii) Miscellaneous expenses	300.
	£71,200.

2. As regards

THE RIGHT HONOURABLE
 W. ORMSBY GORE, P.C., M.P.,
 SECRETARY OF STATE FOR THE COLONIES,
 DOWNING STREET, LONDON, S.W. 1

2.

2. As regards items (i) to (v), a full report on the general refugee question was contained in my Secret despatch of the 15th September last paragraph 15 of which referred to the considerable financial implications involved in the assembly, transport and care of the large number of refugees who are now the responsibility of this Government.

(43) on 38066/14/37

The figure given under item (i) includes the cost of the two officers and one hundred other ranks of the King's African Rifles Reserve called up to guard the Eritrean deserters, the cost of the maintenance of deserters themselves and of essential medical stores.

The figure given under item (iii) includes inter alia the cost of the transfer of refugees from the now abandoned camp at Kapenguria to Isiolo, the concentration of refugees from Marsa and North Horr at Isiolo, the purchase of twenty lorries for the transport and rationing of refugees, and essential travelling expenses in connection therewith.

3. Item (v) includes continued provision for the increase of one Assistant Superintendent and fifty-seven other ranks of the Kenya Police in the Northern Frontier District which has been rendered necessary by the situation on the frontier; while item (iii) includes the expenses of two additional European Police officers and up to one hundred and fifty other ranks required for guarding the Ethiopian refugee camp at Isiolo.

The provision of extra police for guard duties requires no further comment.

As regards

As regards the additional police required for general purposes in the Northern Frontier District, the advance of the Italian forces westwards along the Kenya-Ethiopian frontier has rendered it necessary to establish the frontier line by means of police posts, particularly at places opposite to banda posts established by the Italian authorities, in order to prevent the establishment of the latter in British territory and interference with British tribesmen near the frontier.

[In this connection I would invite reference to the Italian communication of the 4th April enclosed in your Secret despatch of the 22nd June last on the subject of the incident which occurred between a patrol of Kenya police and Italian banda near Jara on the 8th of May, 1936, which is illustrative of the Italian attitude regarding the frontier; and to correspondence concluding with your Secret despatch of the 4th October on the subject of interference by the local Italian authorities with the trans-frontier grazing and watering rights allowed to Kenya tribesmen under the 1907 Agreement between the United Kingdom and Ethiopia.]

The generally unsatisfactory situation is aggravated by the present Italian system of administration. The Officer-in-Charge reports that the Residente seldom tours his district which is administered by means of posts of irregulars under the command of native non-commissioned officers whose duty it is to see that all orders issued by the Residente to the tribesmen are carried out and to keep the Residente informed of all that is happening in their particular areas. Although these men are well paid, they live on the population and take full advantage of their opportunities for oppression. Unfortunately they

do not

encl. to (65) on 38066/15/37 (a)
76 on 38066/15/37 (a)

(90) on 38066/15/37 (a)

do not confine their activities to the Italian side of the frontier, and, unless their trans-frontier activities are curtailed by the presence of British posts in close proximity, Kenya tribesmen suffer from their exactions.

Until final delimitation of the frontier is effected and/or a radical change becomes apparent in the attitude of the Italians and their system of administration, it will be readily appreciated that there can be no question of any reduction of the additional police posts which this Government has up to the present been obliged to maintain.

(14) on 38066/15/36(s) You will be aware, too, from Sir Joseph Byrne's Secret despatch of the 21st of May, 1936, that this Government has been considerably exercised by the Italian policy of arming certain subject tribes such as the Gurreh and Gabbra with rifles, and that even at that time it had been observed that the banda were becoming increasingly out of hand.

Increased police control of the frontier is also necessary in the effort to prevent the entry into this Colony of arms acquired in this manner, the acquisition of which, by Kenya tribesmen, would add still further to the frontier problems with which this Government is already faced.

4. Every care has been taken to ensure that the estimate of £71,200 includes only such additional expenditure which has or is likely to devolve on this Colony as a direct result of the Italo-Ethiopian situation on its Northern borders. No provision has been included, for instance, to meet the considerable cost of the

5.

the travelling expenses and time of a number of Government officers, such as the Director of Medical Services, who have had to devote much attention to the problems arising from the large invasion of refugees.

5. In regard to paragraph 2 of your despatch, reference is invited to my Secret despatch of the 16th September last.

20

6. I take this opportunity to enclose for your information four copies of the audited accounts, duly certified by the Auditor, of emergency expenditure in respect of the quarter ended the 31st June, 1937.

I have the honour to be,

Sir,

Your most obedient, humble servant,

Brooke-Pollock

AIR CHIEF
GOVERNOR

Summary of Additional Expenditure incurred up to 30th June, 1957, in consequence of the Italo-Ethiopian Situation.

Details.	Amount. Sh. Cts.	Total.	
		Shs. Cts.	£. Sh. Cts.
Expenditure incurred up to 31.3.37 as per previous statements.....		741,529.89.	37,076: 9:89.
<u>Expenditure incurred during the quarter ended 30.6.57:-</u>			
Coast Defence.			
Expenses incurred in respect of war office personnel lent to Kenya.....	5,986.08.	5,986.08	299: 6:08
Military.			
Hire of camels for transporting rations.....	64.50.		
Wages of extra Station hands.....	566.00.		
Transport of Troops, Stores, etc.....	5,158.75.		
Rations, Stores, etc., for internees.....	11,765.99.		
Cost of Military Guards for Internment Camps.....	19,674.40.		
Rations, Stores, etc., for refugees at Kapenguria.....	40,610.90.		
		77,620.54	3,881: 0:54
Police.			
Pay of extra Police for Northern Frontier District.....	8,811.00.		
Rations to extra Police.....	1,514.03.		
Miscellaneous Stores.....	962.00.		
Maintenance of Govt. Motor Vehicles, Petrol, Oil, etc.....	402.20.		
Hire of Motor Lorries, etc. for transport.....	680.85.		
Camel hire etc. for special patrol duties.....	1,675.10.		
Subsistence allowance to officers on special patrols.....	179.00.		
		14,174.16	708:14:13
Miscellaneous.			
Telegrams & Cables.....	979.18.		
Pay, Uniforms, Rations, Stores, etc. for extra Tribal Police in the Northern Frontier District.....	460.00.		
<u>Carried forward.</u>	1,459.18.	839,310.67	41,965:10:67.

COPY FOR REGISTRATION

RECEIVED

20 OCT 1937

C. O. REGY

25

Telegram from the Governor of Kenya to the Secretary of State for the Colonies

Dated 26th October, 1937. Received at 10.23 am, 26th October.

22

No. 189 Secret Your telegram No. 183 secret Emergency expenditure Italian Ethiopian situation. It is estimated that the cost of services (i) to (vi) respectively as referred to in my despatch of the 22nd October secret will be as follows during financial year 1938 to 1939

(26)

(i) £10,500 (ii) £1500 (iii) £6,500 (iv) £40,000

(v) £4,000 (vi) £4,000 total £66,500. As some

miscellaneous and unforeseen expenditure seems almost inevitable I suggest a total provisional estimate of at least £68,000 but preferably £70,000.

COPY FOR REGISTRATION

RECEIVED

20 OCT 1937

C. O. REGY

48

25

Telegram from the Governor of Kenya to the Secretary of State for the Colonies

Dated 26th October, 1937. Received at 10.23 am. 26th October.

22

No. 189 Secret Your telegram No. 183 secret Emergency expenditure Italian Ethiopian situation. It is estimated that the cost of services (i) to (vi) respectively as referred to in my despatch of the 22nd October secret will be as follows during financial year 1938 to 1939 (26)

(i) £10,500 (ii) £1500 (iii) £6,500 (iv) £40,000

(v) £4,000 (vi) £4,000 total £66,500. As some

miscellaneous and unforeseen expenditure seems almost inevitable I suggest a total provisional estimate of at least £68,000 but preferably £70,000.



49

24

TREASURY CHAMBERS,
WHITEHALL, S.W.1.

6th October, 1937.

Telephone No.: WHITEHALL 1234.

In any reply
please quote Regd. No.

S. 39737/02/2.

RECEIVED
8-OCT-1937
C.O. REPLY

19

Dear Palmer,

In reply to your letter of the 4th October,
(38006/7/37), we agree that the expenditure on the
construction of a canteen for the Royal Air Force at
Nairobi may be included in Kenya's claim for emergency
expenditure which has been met from the Colonial and
Middle Eastern Vote.

Yours sincerely,

D. P. Wandle

H. Palmer, Esq.,
Colonial Office.

AIR MAIL

KENYA
No. 605



GOVERNMENT HOUSE
NAIROBI
KENYA

7 October, 1937.

Sir,

17.

With reference to Mr. Logan's despatch No. 444 of the 7th August last, I have the honour to request your covering approval of a Special Warrant for £4,840 to meet the cost of the purchase of twenty lorries for the transport and rationing of the Ethiopian refugees in the Northern Frontier District of this Colony.

As this purchase was unavoidable and was urgently required, particularly in connection with the transfer of refugees from the north west corner of the district to Isiolo, the Governor gave the necessary authority and I later signed the requisite warrant in anticipation of your approval.

2. I should add that these twenty lorries have been utilized, in so far as is possible, as a separate fleet employed solely on transport in connection with the two refugee camps at Isiolo, running costs being charged to Emergency Expenditure at a flat rate of 50 cents per ton mile arrived at as follows:-

Running costs	25 Cents.
Proportion of overhead charges and supply services	<u>26 Cents.</u>
	<u>50 Cents.</u>

I have the honour to be,

Sir,

Your most obedient, humble servant,

[Signature]
GOVERNOR'S DEPUTY.

THE RIGHT HONOURABLE
W. ORMSBY GORE, P.C., M.P.,
SECRETARY OF STATE FOR THE COLONIES,
DOWNING STREET,
LONDON, S.W. 1

James (circled)

38066/7/37 Kenya.

22 51

C. O.

- Mr. Flood 6.10
- Mr. Palmer 6.10
- Mr. Flood 6.10 above
- Sir H. Moore.
- Sir G. Tomlinson.
- Sir C. Bottomley.
- Sir J. Shackburgh.
- Perm. U.S. of S.
- Privy U.S. of S.
- Secretary of State

194

Ann. (25) coded & sent 9.15 pm 6.10.37 JHW.

Oct 1937

Draft

770 183 Secret.

DRAFT. code tel

Governor Nairobi

(13)

My secret dep. 5 July for
 with a view to inclusion in Colonial
~~proposals of Colonial Services Vote~~
~~Services Vote next year~~
~~next year~~ please send ~~_____~~
~~_____~~ before 31 October

provisional estimate of emergency
 expenditure likely to be incurred in
 financial year ending 31 March 1939.

I fully realize that situation presents
 many points of uncertainty and in
 framing estimate only casual appears
 to be to assume continuance of
 affairs as at present.

~~_____~~ ~~_____~~ figures
 than final estimate please submit
 before end of November [as final
 estimate figures must be submitted to
 Treasury by then.]

FURTHER ACTION

2 C to JHW 19/7/37
 9 remain for action on 20.

This request relates to next
financial year and not to
expenditure ~~to~~ up to 31 March ~~1955~~^{next}

referred to in your secret disp. 16 Sept.

MINUTE SHEET

ESTIMATES 1938.

VOTE COLONIAL AND MIDDLE EASTERN SERVICES.

DEPARTMENT Kenya Expenditure in connexion with State. Ethiopia
disposal

1937 PROVISION

No provision made in main estimate. Sum of which a supplementary estimate will be taken in future years.

Treasury require by 1st November 1937 provisional figures of the sum required in 1938 for the above service. Final figures are required as soon thereafter as possible as the Treasury require the draft estimate for the Vote as a whole to be submitted by ^{30th November} ~~1st December~~. May this sheet be registered departmentally in order that the necessary action may be taken, please.

Accounts Department should be notified as early as possible of any information received regarding this service and copies of all correspondence should be sent to them.


Accountant

October, 1937

AIR MAIL

KENYA
No.

22 SEP 1937

C. O. REGY

20.
GOVERNMENT HOUSE
NAIROBI
KENYA

SECRET.

16 SEPTEMBER, 1937.

Sir,

13. I have the honour to refer to your Secret despatch of the 5th July regarding the question of the continuance of the grant from Imperial funds to provide for the emergency expenditure which is still being incurred in this Colony in connection with the Italo-Ethiopian conflict.

2. I note with considerable misgiving that you repeat the statement made in paragraph 4 of your Secret despatch of the 18th January last that you anticipate difficulty in inducing His Majesty's Government to accept continued liability for this expenditure having regard to the improvement in the financial position of this Colony.

5. In this connection I would invite reference to the Acting Governor's Secret telegram No. 28 of the 6th February in which it was emphasised that, although it must be admitted that the financial situation has improved, there still remains to be made up a considerable leeway in the form of deferred commitments.

(428) on 38066/44/37
(in case)
Sto.

You will be aware too that since that telegram was drafted the refugee problem has assumed grave proportions; and you have already been informed in my Secret despatch of the 15th of September, which contains my report on the present refugee position, that expenditure on a very considerable..

THE RIGHT HONOURABLE
W. ORMSBY GORE,
SECRETARY
P.C., M.P.,
OF STATE FOR THE COLONIES,
DOWNING STREET,

2.

considerable scale is being and must continue to be incurred on this account until some arrangement can be made to relieve this Government of its responsibility in the matter.

5.

As stated in the Acting Governor's telegram of the 6th February I do not consider, more especially as the refugees, now the main source of expenditure, are being accommodated in this Colony on the instructions of His Majesty's Government, that this Government can reasonably be asked to bear any share of this emergency expenditure; and indeed, especially in view of increasing military commitments, this Colony is in no position to afford it.

13.

3. The estimates asked for in your despatch of the 5th July are being obtained and will be sent to you as soon as possible.

In the meantime, as the question of the incidence of this expenditure has been raised locally on more than one occasion, I shall be glad to receive your authority to assure the public, should the question be raised again, that the expenditure will continue to be reimbursed from Imperial funds.

I have the honour to be,

Sir,

Your most obedient,
humble servant,

R. Brooke-Coffman

AIR CHIEF MARSHAL,

G O V E R N O R .

C. O.

Mr.

Mr.

Mr.

Sir C. Parkinson.

Sir G. Tomlinson

Sir C. Bottomley.

Sir J. Shuckburgh

Permt. U.S. of S.

Parly. U.S. of S.

Secretary of State.

38006/7/37

19

~~24~~
~~15~~

4th October, 1937.

Dear Wurdley

Would you please

refer to Hurri's letter

of the 9th Feb 1937 (38006/7/37)

regarding the emergency
expenditure in Kenya

In para 3 of that letter

reference was made to
expenditure on the construction

of a container for the

R.A.F. at Nairobi.

In your reply you did

not specifically agree

to the inclusion of

that expenditure in

the making for

assistance from

Home and the War

DRAFT.

D. J. Wurdley Esq. M.C.

FURTHER ACTION.

that the Accounting Office
has come to sign the
certificates on the audited
statements of expenditure

(I desire that no part
of the expenditure --- has been
incurred without the authority
of the House Commission of the
Treasury) he has asked that
I inform you that you
agree to the inclusion of
the expenditure in question

In this connection
I may add that the Treasury
considers the expenditure as ~~due to~~ arising out of
the State Exchange ^{was included} and
similar expenditure in 141935/6
has been statements which
have not been passed by
the D. C. H.

(Signed) H. PALMER,

C. O.

Mr.

Mr.

Mr.

Sir H. Moore.

Sir G. Tomlinson.

Sir C. Bottomley.

Sir J. Stuckburgh.

Perms. U.S. of S.

Party. U.S. of S.

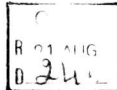
Secretary of State.

DRAFT.

Kenya
No 690
for.

FURTHER ACTION.

56
8066/7/37 18



25, August, 1937

Sir,
I have etc to acknowledge
the receipt of your despatch
(17) No 444 of the 7th of
August and to convey
to you my covering
sanction for the issue
of a Special Warrant
for £3000 to meet the
cost of the supply and
transport of rations
for Ethiopian refugees
in the Northern Frontier
District.

I have etc.

(Signed) W. ORMSBY GORE.

17

AIR MAIL

KENYA
No. 444



GOVERNMENT HOUSE
NAIROBI
KENYA

RECEIVED
16 AUG 1937
C. O. RECY

7 AUGUST, 1937.

Sir,

15

With reference to the Governor's despatch No. 400 of the 21st July, I have the honour to request your covering approval of a Special Warrant for £3000 to meet the cost of the supply and transport of rations for Ethiopian refugees in the Northern Frontier District.

As this provision is unavoidable and urgently required, the Governor has signed the Warrant in anticipation of your approval.

I have the honour to be,

Sir,

Your most obedient,
humble servant,

M. J. M. J.

GOVERNOR'S DEPUTY.

Recd. - (18)

THE RIGHT HONOURABLE

W. ORMSBY GORE, P.C., M.P.,

SECRETARY OF STATE FOR THE COLONIES,

DOWNING STREET,

LONDON. S.W. 1

C. O.

38066/7/35
Kenya.

Mr. Whitehead 9/5
Mr. J.S.
Mr. Sir C. Parkinson.



Sir G. Tomlinson.
Sir C. Bottomley.
Sir J. Shuckburgh.
Perm. U.S. of S.
Parly. U.S. of S.
Secretary of State.

A.M.
S.H.
Sir,

13 Aug, 1937

I have etc. to ask the

DRAFT.

Kenya
No: 646
Geo

(15)

rect. of yr. dep. No. 400 of the
21st. of July and to convey
my approval of your action
in issuing Special Warrants
for sums amounting to £5,715
to meet the cost of the Isiollo
Internment Camp for the third
quarter of the current year &
expre. in connection with the
Ethiopian refugees concentrated
at

FURTHER ACTION.

Act. 101
to see

at Kapenguria up to the
30th. of September next.

W. Ormsby Gore

(Signed) W. ORMSBY GORE.

at Kapenguria up to the
30th. of September next.

W. Ormsby Gore.

(Signed) W. ORMSBY GORE.

AIR MAIL

KENYA

No. 400

RECEIVED

27 JUL 1937

C. O. REGY



GOVERNMENT HOUSE
NAIROBI
KENYA

59
15

21 JULY, 1937.

Sir,

(29) on 38066/4/36

With reference to Sir Joseph Byrne's despatch No. 522 of the 3rd October, 1936, and connected correspondence, I have the honour to request your covering approval of three Special Warrants amounting to £5,715 to meet the cost of the Internment Camp for Italian deserters at Isiolo for the third quarter of the current year and expenditure in connection with the Ethiopian refugees concentrated at Kapenguria up to the 30th September next.

As this extra provision is unavoidable and urgently required, I have signed the Warrants in anticipation of your approval.

I have the honour to be,

Sir,

Your most obedient,
Public servant,

David Johnston
GOVERNOR

THE RIGHT HONOURABLE
W. GERRARD GORE, P.C., M.P.,
SECRETARY OF STATE FOR THE COLONIES,
DOWNING STREET,
LONDON, S.W. 1

AIR MAIL

KENYA

No. 375



GOVERNMENT HOUSE
NAIROBI
KENYA

14

13 JULY, 1937

Sir,

With reference to your despatch No. 196 of the 4th March last regarding emergency expenditure incurred in connection with the Italo-Ethiopian conflict, I have the honour to enclose, as requested, four copies of the audited accounts, signed by the Auditor, in respect of the quarter ended the 31st March, 1937.

8.

2. It will be observed from the accounts that the total expenditure incurred up to the 31st March amounts to £37,076; s: 89, whereas grants totalling £36,530 have been made by His Majesty's Government.

1936/6 14,000
1936/7 22,530

The balance of £1,453:10:11 is being held on deposit and will be set off against the account to be submitted for the quarter ended the 30th June next.

I have the honour to be,

Sir,

Your obedient servant,

Edwards

GOVERNOR'S SECRETARY

THE RIGHT HONOURABLE

W. ORMSBY GORE, F.C., M.P.,

SECRETARY OF STATE FOR THE COLONIES,

DOWLING STREET,

LONDON. S.W. 1

STATEMENT NO. 5.

Summary of Additional Expenditure incurred up to 31st December, 1961,
in consequence of the Italo-Ethiopian situation.

Details.	Amount. Sh. Cts.	Total.	
		Shs. Cts.	£. Sh. Cts.
Expenditure incurred up to 30.9.56 as per previous statements.		564,153: 80.	27,737.18.80
<u>Expenditure incurred during the quarter ended 31.12.56:-</u>			
<u>Military.</u>			
Expenses incurred in respect of salary, passages and pension contributions of war office personnel lent to Kenya.....	9,529. 82.		
Frontier Allowance to Civil Staff.	106. 50.		
Hire of camels for transporting rations.....	216. 00.		
Wages of extra Station hands.....	245. 80.		
Transport of Troops, Stores, etc..	14,047. 00.		
Rations, Stores, etc. for internees.....	15,765. 08.		
Cost of Military Guards for Internment Camps.....	28,519. 52.		
Additional expenditure in respect of rations, clothing and equipment for training the reservists.....	4,530. 56.	67,560. 02.	3,378. 0.02
<u>Police.</u>			
Pay of extra Police for Northern Frontier District.....	9,401. 00.		
Rations to extra Police.....	1,517. 42.		
Miscellaneous Stores.....	58. 00.		
Maintenance of Govt. Motor Vehicles, Petrol, Oil, etc.....	2,165. 95.		
Hire of Motor Lorries.....	497. 56.		
Camel hire etc. for special patrol duties.....	3,586. 16.		
Subsistence allowance to officers on special patrols.....	420. 50.		
Grain, etc. for Govt. Animal Transport used by the extra Police.....	620. 50.	18,065. 09.	907. 5. 9
<u>Miscellaneous.</u>			
Telegrams & Cables.....	1,498. 00.		
Pay, Uniforms, Rations, Stores, etc. for 20 extra Tribal Police in the Northern Frontier District.....	541. 79.		
Repairs to Consul's car damaged at the time of invasion of Moyale.....	772. 79.	639,778.91.	31,988.18.91.

STATEMENT NO. 6.

Summary of Additional Expenditure incurred up to 31st March, 1935, in consequence of the Italo-Ethiopian Situation.

Details.	Amount.		Total.		
	Sh.	Cts.	Shs.	Cts.	£. S. Cts.
Expenditure incurred up to 31.12.36 as per previous statements.....			657,037:13.		32,851:17: 13.
<u>Expenditure incurred during the quarter ended 31.3.35:-</u>					
<u>Coast Defence.</u>					
Expenses incurred in respect of war office personnel lent to Kenya.....	6,654:50.		6,654:50.		332:14: 0.
<u>Military.</u>					
Frontier Allowance to Civil Staff.	-				
Hire of camels for transporting rations.....	305:50.				
Wages of extra Station hands.....	314:00.				
Transport of Troops, Stores, etc..	12,185:75.				
Rations, Stores, etc. for internees.....	23,098:00.				
Cost of Military Guards for Internment Camps.....	18,220:88.				
			54,124:13.		2,706: 4: 13.
<u>Police.</u>					
Pay of extra Police for Northern Frontier District.....	9,101:50.				
Rations to extra Police.....	1,797:01.				
Miscellaneous Stores.....	585:25.				
Maintenance of Govt. Motor Vehicles, Petrol, Oil, etc.....	7,597:77.				
Hire of Motor Lorries, etc. for transport.....	658:44.				
Camel hire etc. for special patrol duties.....	1,496:88.				
Subsistence allowance to officers on special patrols.....	364:40.				
Grain, etc. for Govt. Animal Transport used by the extra Police	1,059:50.		22,660:75.		1,133: 0: 75.
<u>Miscellaneous.</u>					
Telegrams & Cables.....	658:76.				
Pay, Uniforms, Rations, Stores, etc. for extra Tribal Police in the Northern Frontier District.....	530:00.				
	1,198:76.	740:476:51.			37,023:16:51.

C. O.

Mr. Goss with
Mr. Paske
Mr. Flood 29/6

- Sir C. Parkinson.
- Sir G. Tomlinson.
- Sir C. Bottomley.
- Sir J. Shuckburgh.
- Permt. U.S. of S.
- Parly. U.S. of S.
- Secretary of State.

30066/7/3)

29/6
29

201 + (20)

5. July 1937

DRAFT.

Kenya
Secret
for

(11)

Sir,
I have etc to acknowledge the receipt of your despatch No XAF 42/3/4/105 of the 11th of May and to inform you that I propose to leave with the ~~secret~~ Treasury the question of the continuance of the grant from Imperial fund to provide for the emergency expenditure ^{incurred in Kenya} incurred in Kenya in connection with the Italo-Ethiopian Conflict. For this purpose, I shall be obliged if you will furnish me with an estimate of the expenditure to be incurred during the year ending the 31st of March 1938.

In this connection I

FURTHER ACTION.

V. G. to see in return

I can refer to my
Secret despatch of the 18th of
January in which I pointed
out that it was pro-
bably difficult to induce the
Govt to accept the liability
for this expenditure having
regard to the improvement in
the financial position of
the Colony.

~~Above~~

3. The estimate shd. be
drawn up so as to show separately the
anticipated expenditure on such services
as the maintenance of the Station
~~and~~ ~~the~~ maintenance of
Abyssinian refugees, the special military
& police measures in operation on the
Northern Frontier, etc. I also request
that I may be furnished with an
appreciation of the situation on the
Northern Frontier, ^{and} a description of the
special measures being taken there, ~~so~~
so that I may be in a position to explain
~~an explanation of why~~ they are still
~~considered~~ necessary.

(Signed) W. ORMSBY GORE.

12
67
15 June, 1937.

46597/1/37

Sir,

With reference to your letter No.S.40943 of the 19th May and connected correspondence, I am directed by Mr. Secretary Ormsby Gore to transmit to you, to be laid before the Lords Commissioners of the Treasury, a copy of a telegram from the Governor of Kenya reporting the entrance into the Colony of a body of Abyssinian refugees to the number of 377 persons. A copy of a despatch to the Governor is also enclosed.

2. It will be seen that the Governor has been asked to forward a report on the condition of the refugees and also to communicate his views in regard to the question of what future arrangement should be made for the main body of them. It is clear, however, that for the present, it will be necessary to maintain them in Kenya in the same way as the similar body is being maintained in Somaliland. The Secretary of State
thinks

THE SECRETARY,

TREASURY.

Tel. fr. Gov. Kenya

To Gov. Kenya

68

thinks it well to point out that, on the receipt of the Governor's report, it will be necessary for him to consider whether he must not ask Their Lordships to agree that the additional expenditure which is being rendered necessary by the maintenance of these refugees in Kenya should be borne by His Majesty's Government in the United Kingdom.

I am,

Sir,

Your most obedient servant,

W. FLOOD

38066/7/37

69

Handwritten initials

Handwritten in a circle: 38066/7/37

30th March, 1937.

254/2/33.

Gentlemen,

I am directed by Mr. Secretary Ormsby Gore to inform you that His Majesty's Paymaster General has been instructed to transfer from the Account of the Vote for Colonial and Middle Eastern Services to your account at the Bank of England the sum of ~~thirty five thousand~~ ^{thirty four} ~~and thirty pounds (£34,530)~~ ^{and thirty pounds (£34,530)} being five hundred pounds ~~(£55,500)~~ in respect of the Parliamentary ~~grant~~ ^{grant} ~~in aid~~ ^{in aid} of the expenses of administration

to the Govt of Kenya for the year 1936/37 in respect of expenditure on special measures taken in connection with the Kalo-Ethiopian dispute.

~~of the Government of British Guiana for the year 1936/37.~~

It is requested that you will furnish to this Office, in due course, a certificate to the effect that this sum has been placed to the credit of the account of the Government of ~~British Guiana.~~ *Kenya.*

I am,
Gentlemen,
Your most obedient servant,

~~Handwritten signature~~

(Signed)

THE CROWN AGENTS

FOR THE COLONIES.



Telephone No.: WHITEHALL 1234.

In any reply
please quote Regd. No.

S. 39737/02/2.



970
TREASURY CHAMBERS,
WHITEHALL, S.W.1.

RECEIVED

19 FEB 1937

O. O. REGY

18th February, 1937.

Dear Flood,

Kenya - Special Expenditure.

(6) - (7)
Thank you for your letters of February 9th and February 11th, 38066/7/37, regarding the provision to be made in the Supplementary Estimate for the above purpose.

We have accepted your view on the question of principle, and have inserted a figure of £24,530 in the draft Estimate. This should cover the additional item of £72 referred to in your letter of February 11th.

I am sending a copy of this letter to Boyse.

Yours sincerely,

D. P. Hindley

J. E. W. Flood, Esq., C.M.G.,
Colonial Office.

C. O.

38066/7/37.

Mr. *Smith* $\frac{27}{37}$
 Mr. *Boyer* 1/3/37
 Mr. *Parker* 1/3 p.
 Sir C. Parkinson.
 Sir G. Tomlinson.
 Sir C. Bottomley.
 Sir J. Shuckburgh.
 Permt. U.S. of S.
 Parly. U.S. of S.
 Secretary of State.

By Air mail

4 March
February, 1937.

DRAFT. Conon.

5/6

KENYA.

NO. 196

GOVERNOR.

(42)
on 1936 file

Sir,

I have etc. to refer to your telegram No. 1 of the 2nd of January and to enclose herewith, for your information, a copy of a Supplementary Estimate recently presented to Parliament to make provision, inter alia, for a grant in aid to Kenya during the financial year 1936/37 of a sum not exceeding £24,530 in respect of special measures taken in connexion with the Italo-Ethiopian dispute.

*(Supplementary Estimate HC. 41/1937)
 (Library due copy)*

Spie to Dept - 5/3.

FURTHER ACTION.

2 copies for Dept.

2. The above sum is computed as follows:-

<u>Secretary of State's despatch No. 977</u>			
8.12.36. Balance brought forward from 1935/6.	£1,627	37 on 38044/36	
<u>Governor's despatch No. 66. 28.1.37.</u>			
Expendre. to 30th September, 1936 ^{30th September, 1936}	12,080.	4 on 38044/37	
<i>add. Disbursed by Crown Agents in respect of passages and pension contributions of War Office personnel lent to Kenya</i>			
	<u>173</u>	2 on 38044/37	
<u>Governor's despatch No. 66.28.1.37.</u>			
Expendre. to 31-3-37 ^{31st March, 1937}	<u>10,650</u>	4 on 38044/37	
	<u>£24,530</u>		

3. With the Acting Governor's despatch No. 66

of the 28th of January, 1937, I have received four

copies of the audited accounts for the period ^{1st of April to 30th of September, 1936,} ~~1/4/36-30/9/36~~ and I have now to request that

you will furnish to me as soon as possible after

the 31st of March, 1937, four copies of the

audited accounts covering the period ^{1st of October to} ~~1/10/36-~~

^{31st of March, 1937} ~~31/3/37~~ As on previous occasions the audit

certificate covering these accounts should bear

the personal signature of the auditor.

4. The above grant in aid will be

available for issue about the middle of ^{this month} ~~March-~~

~~next~~ and it is proposed to pay the sum of

£24,530 to Kenya Account with the Crown Agents

unless

C. O.

Mr.

Mr.

Mr.

Sir C. Parkins

Sir G. Tomkinson

Sir C. Bottomley

Sir J. Shuckburgh

Permt. U.S. of S

Permt. U.S. of S

Secretary of State

DRAFT.

am informed 4 Jan 37

unless I receive telegraphic advice

~~from you~~ to the effect that there

has been a material reduction in

the expenditure. Any amount

which, on the receipt of the final

audited accounts, it may be

discovered has been overissued, will

be subject to refund to the Colonial

office

I have etc

(Signed) *BY GORE.*

FURTHER ACTION.

3806617/37

P. 16
J. B.
C. O.

- Mr. *Storr with 9/3*
- Mr. *Reikin 10/2*
- Mr. *How 11/3*
- Sir C. Parkinson.
- Sir G. Tomlinson.
- Sir C. Bottomley.
- Sir J. Shuckburgh.
- Permt. U.S. of S.
- Parly. U.S. of S.
- Secretary of State.

and (9)

7

13 Feb, 1937

Dear Wardley

(6)

In continuation of my
 letter of the 9th February
 regarding Kenya's special
 expenditure, I write to let
 you know that we have just
 received an account from the
 W.O. for £72.0.0 for a
 return passage provided for
~~Lieutenant W. W. Biggs R.S.~~
~~from Port Said to Kibindui.~~
 This is the R.S. Officer who
 was sent by the W.O., with
 2 R.A. Sergeants, to hurry
 on the training of the Coast
 Defence unit on this shore
~~has not been included in~~
~~any statement provided by~~
~~Kenya or the Crown Agents.~~
~~We are authorizing the payment~~

DRAFT.

J. Wardley, Esq. M.C.
File No. 1

See No. 1
2/10/27

FURTHER ACTION.

2 Copies
for Receipts
Dept.

pross

only provided the passages for the 2 Sergeants

from Kenya funds ^{amounting to} £72 (we should be grateful if you would add this amount of £72 to the Kenya's estimated Annual Expenditure for the half year ending the 31st of March '93)

Yours sincerely
Signed J. S. W. FLOOD

We are now authorising the C.A. to refund to the W.O. the cost of the officers' passage and

C. O.

- Mr. Grossmith. 8/2
- Mr. Boye 8/2
- Mr. Poshen 8/2
- M: Flood 8 2/2
- Sir C. Parkinson
- Sir G. Tomkinson
- Sir C. Robinson
- Sir J. Shuckburgh
- Permt. U.S. of S.
- Parly. U.S. of S.
- Secretary of State.

DEWINING STREET.

-9 February, 1937.

S.O. for Mr. Flood's signature.

Dear Wardley,

Many thanks for your letter

of the 13th of January, No.S.31737/02/2

regarding the provision required in

the forthcoming Supplementary in respect

of the abnormal expenditure which is

still being incurred by Kenya arising

out of the Italo-Abyssinian conflict.

A despatch was sent to Kenya

by air mail on the 15th of January

with a view to clearing up the points

mentioned in the second and third

paragraphs of your letter, and we have

been expecting telegraphic reply daily.

In the meantime a despatch has since been arrived enclosing

audited statements of the emergency

expenditure up to the 30th of September.

I enclose a copy of ~~the~~ despatch and

DRAFT.

D. J. WARDLEY, ESQ., M.C.,
TREASURY.

Statement of expenditure
(Encl. to No. 4).

from O.A.S. Tel. 6/2
(No. 5).
(Copies available)

FURTHER ACTION.

2 Copies for Mr. Dyg

of the statements, from which you will see that a sum of shgs. 5,654.84 (£282.14.84) in respect of pay and allowances for the War Office personnel lent to the Kenya Government, was in fact included in the total of £12,080 ^{for} from the ^{period} 31st of March to the 30th of September, 1936, shown in the Governor's telegram of the 2nd of January. But it did not include a sum of £173.4.3. disbursed by the Crown Agents on behalf of the Kenya Government in respect of passages and pensions contributions for this personnel. So the actual total for the quarter ended 30th September should be £12,253.

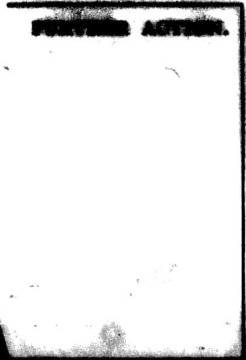
I see that there are items of shgs. 3,593.86 and shgs. 15.00 ~~(total 3,608.86)~~ for construction of a canton for quarters of R.A. at Nairobi Aerodrome. This looks like a proper charge to the Air Ministry, but as it is not very considerable, it will not materially affect the Supplementary.

The reason that the military expenditure for the six months ended 31st of March 1937 is greater than the actual expenditure ^{is no doubt} in the previous half year, ~~may be~~ because provision for

C. O.

- Mr.
- Mr.
- Mr.
- Sir C. P. ^{erson.}
- Sir G. Tomkinson.
- Sir C. Bottomley.
- Sir J. Shuckburgh.
- Permt. U.S. of S.
- Parly. U.S. of S.
- Secretary of State.

DRAFT.



for six months' pay and allowances for the R.E. Officer and two R.A. N.C.O's has been included. The pay of the Officer is at the rate of £700 a year, and the two N.C.O's £350 a year each. We shall no doubt hear from Kenya on this point within the next few days. ^{by way} Subject to Treasury decision in regard to the acceptance of this expenditure as a charge against Imperial funds, we think that the Governor's estimate of £10,900 for the six months ended 31st of March ~~should stand.~~

As regards the postscript to ~~your~~ letter, I regret that I cannot agree that it would be reasonable to suggest that Kenya should assume liability for the whole of the abnormal expenditure. Even with the successful outturn of 1936, the surplus balances of the Colony will not amount to more than about £346,000, a large amount of which, as you know

know, is "frozen". The Estimates for 1937 envisage a surplus of £5,013 on the year, and that will be steady, if anything goes wrong.

Yours sincerely

(Signed) J. E. W. FLOOR

P.S. We have now had a reply to our Telegram & I enclose a copy. You will see that the military estimate for the half year ending March ~~does~~ include the cost of the personnel on temporary loan. I think you will agree that they have made out a good case for the whole of this special expenditure being ~~borne by~~ met from Imperial funds.

On the basis of this Telegram & the explanation in para 2 above, the amount to be provided is £1627 plus
~~£10,253 plus £10,650~~

~~is a total of £24,530 made up as follows:-~~

	£
Excess of expenditure over amount provided in supplementary vote for 1935	1627
Actual expenditure 1/4/36 - 30/9/36	12,253
Estimated expenditure 1/10/36 - 31/3/37	10,650

£ 24,530

AIR MAIL

KENYA
No. 66

RECEIVED
5 FEB 1937
O. O. REGY



GOVERNMENT HOUSE
NAIROBI
KENYA

71
4

28 January, 1937.

Sir,

I have the honour to refer to your despatches Nos. 882 and 977 of the 2nd November and 8th December, 1936, respectively regarding emergency expenditure incurred in connection with the Italo-Ethiopian conflict, and to enclose, as requested in paragraph 2 of your despatch of the 2nd November, four copies each of the accounts, duly certified by the Auditor, in respect of the six months ended the 30th September, 1936.

It will be observed that the total expenditure amounts to £ 12,080, exclusive of the £1,627.14.84 remaining over from the last account which has been omitted in accordance with your telegram No. 318 of the 30th December, 1936. It is, however, understood that this excess will be taken into account in assessing the grant to be made from Imperial funds in respect of the present account.

2. As stated in my telegram No. 1 of the 2nd January, the estimated expenditure, including the cost of maintaining the internment camp for Italian deserters at Isiolo, for the six months ending the 31st March, 1937, is £ 10,900.

3. In regard to paragraph 3 of your despatch of the 2nd November, it is suggested that on the termination of

THE RIGHT HONOURABLE

W. ORMSBY GORE, P.C., M.P.,

SECRETARY OF STATE FOR THE COLONIES,

DOWNING STREET,

LONDON, S.W. 1.

32 + 37
on 38066/7/36

=====

(16)
(41) on 38066/7/36

copy ind. to Secy 5/1/36

(32) on 38066/7/36

2.

of the emergency a valuation should be made of all non-expendable stores, due allowance being made for depreciation, and that their total value should be taken into account when assessing the final grant to be made from Imperial funds.

(37) on 38066/7/36

4. In regard to the question raised in your despatch of the 8th December, I am advised by the Treasurer that all the expenditure in the statements covering the financial year 1935/36 will be incorporated in the Colony's Annual Account with the exception of \$ 3,159/45 representing the value of inland telegrams.

Whereas up to recently provision was made for such telegrams on both sides of the Colony's estimates, this practice was discontinued with effect from the 1st January, 1933; and the cost of telegraph services rendered to other Departments of Government is now reflected only in the expenditure estimates of the Posts and Telegraphs Department.

I have the honour to be,

Sir,

Your most obedient, humble servant,

Don. Wades

ACTING GOVERNOR.

38066(7/3)

V

C. O.

Mr. Parnell 16/1

Mr. Flood 16/2

Mr.

Sir C. Parkinson.

Sir G. Tomlinson.

Sir C. Bottomley.

Sir J. Stuckburgh.

Permt. U.S. of S.

Parly. U.S. of S.

Secretary of State.

Air Mail

SK

18 JAN 1937



(42 on 736)

I have to acknowledge the receipt of your tel. No. 1 of the 2nd of Jan. regarding the special expenditure incurred in Kenya ~~in connection with the~~ arising out of the Italo-Abyssinian conflict. I observe that while the estimated expenditure on police & miscellaneous services for the six months ending the 30th of March is less in total than the corresponding expenditure during the six months ended the 30th of Sept last, ~~that~~ it is ^{that the} estimated expenditure on military services during the current six months will be greater than the expenditure during the

Copy regd. on 38066/7/36

DRAFT.

Kenya
Secret
O.A.G.

FURTHER ACTION.

previous ^{two} months. I ~~will~~ request
that I may be informed of the
reason ^{why} expenditure on this head
is expected to increase.

2. For the purpose of the discussion
with the Treasury as to the amount, if
any, for which provision is to be
made from Imperial funds, I shd.
also be glad to know whether the
figures submitted in your telegram
include any expenditure in respect
of the additional personnel sent
by me to your Govt. by the U.S. for
the purpose of expediting the
training of the Coast Defense
Battalion at Kuludivai. ~~still~~ I
am doubtful whether the cost of
this personnel ^{can} properly be
included in the "special expenditure"
in question. I shd. be glad to be
furnished with your views on this point.

but the officer's
the two arguments were in
fact sent out at the time
approved on account of
the assumed need for
greater expedition. It
is always possible that
this expense may be
admitted, and

3. In my secret dep. No(2) of the
3rd of July, I informed you that,
pending the ultimate allocation of the
expenditure involved in the loan of

(No 2 -

38240/11/35

this personnel, I had suggested to the C.A. for the Col: that a suspense account shd. be opened for their disbursements in this context. I have ^{now} authorized the C.A. to charge ~~to~~ ^{to Kenya fund} a sum of £173.4.3, being the amount standing in this account on the 31st of Dec.

4. It cannot be denied that Kenya's financial position has improved substantially and it may therefore prove more difficult for me to induce H.M.G. to accept the liability for this expense, which could in fact be met from the additional revenue received during 1936. ~~It should not escape therefore that the repayment~~

CORE.

*See serial
draft.*

38066/7/37

C. O.

Mr. Grossmith.

16 1.37.

38066/7/36.

Mr. *Parkin*

AIR MAIL

Mr.

Downing Street.

Sir C. Parkinson.

January, 1937.

Sir G. Tomlinson.

Sir C. Bottomley.

Sir J. Shuckburgh.

Perm. U.S. of S.

Parly. U.S. of S.

Secretary of State.

Sir,

DRAFT.

*No 42
1936 file*

KENYA.

SECRET.

O.A.G.

I have etc. to acknowledge the receipt of your telegram No. 1 of the 2nd of January regarding the special expenditure in connection with the Italo-Ethiopian conflict, and to transmit to you a copy of semi-official correspondence with the Treasury.

*To Treasury 6/1/37 (No 42 1936 file)
From " 14/1/37
To CA 28/1/36 No 26 or 38244/1936
From CA 1/1/37 No 17
To CA*

2. It will be seen that in communicating to the Treasury the figures of the actual expenditure from the 31st of March to the 30th of September, 1936, and the estimated expenditure for the six months ending the 31st of March, 1937, it was considered desirable to include an

estimate

FURTHER ACTION.

estimate of the cost of the services up to the 31st of March, 1937, of Lieutenant M.W. Biggs, Royal Engineers, and Sergeants Lawrence and Lentell, Royal Artillery, as it was assumed that the cost of this personnel had not been included in the figures shown in your telegram ~~of the 2nd of January~~ ~~of the 2nd of January~~. The particulars of the secondment of this personnel were explained in the correspondence terminating with my despatch No. 828 of the 20th of October, and in this connection I enclose for your information a copy of subsequent correspondence with the Crown Agents for the Colonies.

No 13
3F-4071A/26

3. I shall be obliged if you will inform me by telegram, not later than the 30th of January, whether the cost of this personnel was, in fact, included in the figures shown in your telegram under reference, and at the same furnish me with your views on the other points raised in

the

C. O.

- Mr.
- Mr.
- Mr.
- Sir C. Parkinson.
- Sir G. Tomlinson.
- Sir C. Bottonley.
- Sir J. Shuckburgh.
- Perm. U.S. of S.
- Parly. U.S. of S.
- Secretary of State.

the letter from the Treasury dated the 13th of January.

I have etc.

DRAFT.

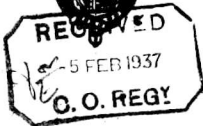
FURTHER ACTION.



Telephone No.: WHITEHALL 1234.

In any reply
please quote Regd. No.

S. 39737/02/2.



183
TREASURY CHAMBERS,
WHITEHALL, S.W.1.

13th January, 1937.

Dear Flood,

(43) on
38066/7/36
Will you please refer to your letter of the
6th instant, 38066/7/36, regarding the provision required in
the forthcoming Supplementary in respect of the "abnormal"
expenditure which is still being incurred by Kenya arising
out of the Italo-Abyssinian conflict.

We are somewhat concerned to see that military
expenditure in the six months ending 31st March next is
estimated to be greater than the actual expenditure in the
previous half year. We should have expected that this item
would have shewn a reduction as do those for "Police" and
"Miscellaneous". Can you not suggest a reduction in this
expenditure?

Further, we should be glad if you would ascertain
whether the sum of £1,238, to which you refer, in respect of
the cost of the personnel lent to Kenya by the War Office is
in fact included in the figures supplied by the Colony or not.

In

J.E.W. Flood, Esq., C.M.G.,
Colonial Office.

In any event, we should be reluctant to admit this item as a charge against Imperial Funds, but we ought to be clear whether Kenya has had regard to this liability in framing the estimate.

Yours sincerely,

D. P. Waddy

P.S. In view especially of the forecasts outlined for 1936, or is it not reasonable to suggest that Kenya should assume liability for the whole of this expenditure?

D. P. W.