

MADRAS RECORD OFFICE.

Government of Madras.

Financial DEPARTMENT.

G.O. No. 380

Press
Mis.

Dated

2. 8.

1860

B.no. 1-2

11/12

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*Proceedings of the Madras Government, Financial Department,
2nd August 1860.*

No. 1. Read the following letter from C. HUGH LUSHINGTON, Esq., Secretary to the Government of India, to the Chief Secretary to Government of Madras, dated 6th July 1860, No. 5,749.

Financial Department.

I am directed to acknowledge the receipt of your letter, No. 298, of the 22nd ultimo, and in reply to offer the following remarks relative to the revised anticipation Sketch Estimate for the year 1860-61 that accompanied it.

STATEMENT A.

Receipts ordinary, General Department.—The receipts in the "General Department," which stood in 1858-59 at Rupees 17,99,000, were estimated in 1859-60 at Rupees 19,38,000 and have been raised in 1860-61 to 26,96,000, shewing an increase compared with 1859-60 of Rupees 7,58,000.

This increase appears almost entirely under the head of "Stamps Revenue," and is calculated with reference to the probable effects of the contemplated new Stamp Bill. The estimate appears to be very high and seeing that a large portion of the year will have elapsed before the Bill comes into operation, it may, His Excellency in Council thinks, be reduced to the extent of (say) 4 lacs.

Judicial.—The increase under "Provincial Courts," subordinate to this head, has also been estimated with reference to the new Stamp Act, it being thought that the penalties on unstamped deeds, consequent on the introduction of it, will be greater than in former years. For the reasons before assigned, the estimate seems likely to be too high. It may be reduced to the extent of a few thousand Rupees.

Revenue.—The "Land Revenue," which amounted in 1858-59 to Rupees 416,94,000, has been estimated at Rupees 403,23,000 in 1859-60, and Rupees 415,00,000 in 1860-61. The grounds of the estimate are stated in the column of remarks in the Accountant's Statement; but they are not altogether satisfactory, as it is not shown for what reasons so large an increase as Rupees 12,34,000 is looked for in the "scale of Income" for the current year. It is probably owing to new settlements and an extension of wet cultivation, but this is not stated.

The increase of Rupees 83,000 under "Abkarree," is based on the estimate of the Board of Revenue, and appears likely to be realized with reference to the transfer to this head of the sums before realized in the Military Department, by the Commissariat Offices at Vellore and Masulipatam.

The increase from Rupees 60,19,000 in 1858-59 to Rupees 61,21,000 in 1859-60 and Rupees 68,00,000 in 1860-61 under "Salt" is sufficiently accounted for by the selling price of salt having been raised from 1 Rupee to 1 Rupee 2 Annas per maund.

The increase of Rupees 59,000 in "Extra Revenue" is not explained. It is taken on the authority of the Revenue Board, but the grounds of increase should be stated.

Customs.—The Customs Revenue in 1860-61 has been assumed at Rupees 94,000 in excess of that of 1859-60 and Rupees 6,71,000 in excess of that of 1858-59. The estimate appears to be low and requires revision, with reference to the actual receipts of 1859-60, which must now be known.

Marine.—The falling off of Rupees 33,000 looked for under this head is accounted for by the suspension of the Packet service between Madras, the Northern Ports and Rangoon.

Military.—The decrease of Rupees 98,000, in the Military receipts is nominal, owing as above mentioned, to the transfer to the Revenue Department of the Abkarree Department at Vellore and Masulipatam.

Tributes, Public Works.—Call for no remark.

Receipts Extraordinary.—The only items of Extraordinary Receipts that call for notice are the entries under "General" and "Military," in the former of which a decrease of Rupees 369,000 is looked for in the "value of Copper used in coinage and of Copper Scissel sold" and in the latter of which a decrease of Rupees 3,19,000, is anticipated chiefly in the returns from the sale of Malt Liquor to European Troops and of Rice to Native Troops. In both cases the

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estimates appear doubtful and require revision. Much Copper is likely to be coined in 1860-61; and it is not probable that the strength of the European Forces will be very much reduced.

Profit and Loss.—Under this head the “Gain on the coinage of Copper” alone requires notice. It is estimated in 1860-61 at Rupees 4,29,000 against 6,00,000 in 1859-60. But as before observed, a large quantity of Copper is expected to be coined in 1860-61, and the estimate therefore is likely to be too low.

Total receipts.—The total receipts “Ordinary” and “Extraordinary” and from “Profit and Loss” are estimated in 1860-61 at an increase of Rupees 18,55,000, as compared with 1859-60, and Rupees 25,77,000 as compared with 1858-59. The estimate is liable to reduction under “Stamps,” and “Provincial Courts;” while on the other hand, an increase may be looked for in “Customs,” the “Value and Gain on Copper” and the Extraordinary receipts of the Military Department; so that, on the whole, the result seems likely to be more favorable than is anticipated by the Accountant and may be considered satisfactory.

STATEMENT B.

Disbursements ordinary—Political Disbursements, chargeable on the Revenues.—The explanations of increase and decrease under this head given by the Accountant in the column of remarks of the estimate, appear to be sufficient.

The decrease in 1860-61 compared with 1859-60 is Rupees 12,71,000, chiefly in the items of Carnatic Stipends and the interest in Tanjore Bonds discharged in 1859-60. The decrease as far as it goes is satisfactory.

General.—The total charges under this head in 1858-59 amounted to Rupees 64,09,000, in 1859-60 to Rupees 80,40,000, and in 1860-61 they are estimated at Rupees 69,83,000, shewing a decrease compared with 1859-60 of Rupees 10,57,000.

**Durbar charges.*

Charges of Secretaries' Offices in the Public, Military, Revenue, and Public Works Departments, Translators' Offices and Fort Saint George Gazette Press.

Ecclesiastical charges.

Public Instruction.

Allowances to Junior Civil Servants.

Public Observatory.

House rent allowances and rent of Public Offices.

Mint and Assay Offices.

Copper from England.

Contributions to Service Funds, &c.

Annuities to retired Civil Servants, &c.

Stationery from England.

Interest on account of Civil, Military, and other local Funds.

Miscellaneous.

The only items requiring notice are given in the margin.*

Of these the explanations given by the Accountant in the column of remarks of the estimate appear to be sufficient in respect to the following, viz:

1.—Charges of Secretaries' Offices, Translators' Offices, and Fort Saint George Gazette Press.

2.—Ecclesiastical charges.

3.—Contributions to Service and other Funds.

4.—Annuities to retired Civil Servants.

5.—Interest paid on account of Civil, Military, and other Local Funds.

The Durbar charges stand at Rupees 1,48,000 in 1860-61 against Rupees 1,52,000 in 1859-60. There is therefore no great increase. Still the item is large and might be scrutinized.

Under “Public Instruction” there is a gradual increase from 5,38,000 in 1858-59 to 5,54,000 in 1859-60 and 5,69,000 in 1860-61. The cause of these increases requires explanation, additional expenditure in the Educational Department having been prohibited.

It also requires to be explained why an increase of Rupees 12,000 is estimated for 1860-61, on account of “allowances to Junior Civil Servants qualifying for Public Service,” it being believed that there are very few such Servants now at Madras.

The “Public Observatory” cost Rupees 12,000 in 1859-60. It is set down at Rupees 14,000 in 1860-61. Is this necessary?

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“House rent allowances and rent of Public Offices,” shew a decrease of Rupees 8,000 in 1860-61, but still the amount (Rupees 46,000) is considerable.

The charges of the “Mint, Assay and Mint Committees' Offices” are given in 1859-60 and 1860-61 at an increase over 1858-59 of Rupees 40,000 and 43,000 respectively, and it is explained that this increase is looked for in the contingent charges. This is probably owing to an expected increase in the operations of the Mint, but the item requires examination.

The amount (Rupees 13,80,000) entered as a charge for “Copper received from England” in 1859-60, was excessive. It was stated by the Accountant that the actual amount value brought to account in that year was Rupees 4,90,000 only and with reference to this fact, the estimate of Rupees 7,30,000 for 1860-61 would not appear to be unreasonable, though it is not improbable from the large quantities of Copper applied for, that that amount may prove to be too low.

The charges for “Stationery received from England” have been raised from Rupees 2,38,000 in 1858-59 to Rupees 2,27,000 in 1859-60 and Rupees 2,70,000 in 1860-61. It is not clear, however, on what grounds the increase has been estimated. Further explanation appears necessary.

The “Miscellaneous” charges amount to upwards of 2 lacs. They shew no material increase, but they require scrutiny and check.

The same remark applies to “Postage on Official letters and packages.”

Judicial.—The “Judicial” charges amounted in 1858-59 to Rupees 45,87,000. In 1859-60 they were estimated at Rupees 50,07,000 and in 1860-61 they have been taken at Rupees 54,56,000.

The estimate appears on the whole to be a fair one. But it requires to be explained why the “Police and Magisterial charges of the Town and Port of Madras” have arisen from Rupees 2,58,000 in 1858-59 to Rupees 2,78,000 and 2,76,000 in 1859-60 and 1860-61.

It has also to be noted that the charges of the “Medical Establishments” under this head have been increased from Rupees 77,000 to Rupees 81,000.

The “Contingent, Batta and other extra charges” though they shew no increase, yet amount to 2,87,000 Rupees, a high sum. These might be scrutinized.

The same remark applies to “Miscellaneous” charges amounting to Rupees 1,16,000.

The bulk of the aggregate increase both in 1859-60 and 1860-61 is in “Mofussil Police” which is in course of re-organization.

Revenue.—The charges under this head have risen from Rupees 46,47,000 in 1858-59 to Rupees 50,92,000 in 1859-60, and Rupees 53,49,000 in 1860-61.

The grounds of increase are stated in the column of remarks of the estimate and appear generally to be sufficient. It might however be explained under what circumstances a decrease in the “Abkaree” establishments is looked for from Rupees 1,96,000 in 1858-59 to Rupees 1,71,000 in 1860-61.

It is to be observed also that “Conservancy of Forests” has risen from Rupees 49,000 in 1858-59 to Rupees 61,000 in 1859-60 and 1860-61. The causes of this should be examined.

The increase in the “Contingent charges, Tent allowance and Surgeons' allowances” from Rupees 3,09,000 in 1858-59 to Rupees 3,31,000 in 1860-61, is, His Excellency in Council concludes, owing to the progress of Settlement and Survey operations.

Customs.—The Customs charges are entered in 1859-60 at Rupees 12,000 and in 1860-61 at Rupees 43,000 below those of 1858-59, and it is remarked that the salary of the present Collector of Sea Customs was reduced on the retirement of Mr. Underwood. This however does not account for the whole difference, and as it is probable that the charges would, under existing circumstances, be liable to increase rather than decrease, the item seems to call for further examination.

Salt.—The estimated increase in the “Salt” charges from Rupees 9,66,000 in 1858-59 to Rupees 10,46,000 in 1859-60 and Rupees 11,46,000 in 1860-61, appears to be sufficiently accounted for in the remarks given in the estimate.

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Marine.—The increase of Rupees 9,000 in 1859-60 and Rupees 12,000 in 1860-61 in the charges of "Superintendent of Marine, &c." calls for explanation, also the increase of Rupees 2,000 in the "Miscellaneous charges."

The other items do not seem to call for remark.

Military.—The Ordinary Military expenditure was Rupees 462,81,000 in 1858-59. In 1859-60 it was estimated at Rupees 430,03,000. In 1860-61 it is assumed at Rupees 359,60,000 shewing a decrease as compared with 1858-59 of Rupees 103,21,000 and as compared with 1859-60 of Rupees 70,43,000.

The variations under the head of "Royal Troops" are sufficiently explained by the Accountant, with exception to the item of 15 new reserved Companies of Artillery, which, it is stated, it was proposed to raise, but which have been excluded from the estimate. A portion of this charge would have been entered under "Royal Troops" and a portion under "Indian Army." The circumstances under which these Forces were authorized to be raised, and the orders under which they have been dispensed with, ought to have been mentioned.

Under "Indian Army" the first item that calls for notice, after the reserved Companies of Artillery above adverted to, is that of "Artillery and Infantry Veteran Companies," the charge for which has been raised from Rupees 1,64,000 in 1858-59 and Rupees 1,61,000 in 1859-60 to Rupees 3,64,000 in 1860-61 "owing," it is said, "to the expected transfer of Officers of the 1st and 2nd Native Veteran Battalions which are to be broken up." The meaning of this is not apparent.

The other differences seem to be sufficiently explained by the Accountant, with the exception of those under the heads of "Medical, Clothing and Commissariat Stores received from England," which seem to be entered at too large a figure in 1860-61. Attention is requested to the subject.

The item of Rupees 5,00,000 on account of the expenses of the Officers of the Corps proposed to be disbanded, was not entered in the original anticipation estimate. The propriety of introducing the item depends on the fact of the Regiments being actually disbanded within the year or not. If they are not disbanded, the charge will have to be struck out, but it will be much more than met by an increase in the charges of "Native Cavalry and Infantry," under which allowance has been made by the Accountant for the disbandment of two Regiments of Cavalry and 12 Regiments of Infantry. Attention is requested to this subject also.

His Excellency in Council remarks, however, that the Military portion of the Budget can be best considered by the Military Finance Committee to whom it should be referred by the Government of Madras, and by whom it will be forwarded to this Department. It is understood that hopes are entertained by the Military Finance Committee that the total charges may be reduced within the current year from 430 Lacs in 1859-60, to 335 or 333 Lacs in 1860-61, instead of 359½ Lacs, as given in the estimate.

Public Works, Ordinary.—The Ordinary Public Works charges, which stood at Rupees 48,27,000 in 1858-59, were estimated at Rupees 51,14,000 in 1859-60, and are placed at Rupees 50,19,000 in 1860-61. It is not stated whether this estimate is in accordance with the Budget. Information is required on this point. The Budget ought strictly to be adhered to in respect to all charges included in it.

Charges Extraordinary.—The Extraordinary charges of the "General," "Judicial," "Revenue," "Marine" and "Military" Departments do not call for remark with the exception of the "Miscellaneous" charges of the General Department amounting to Rupees 79,000. This item should be scrutinized.

The Extraordinary charges of the Public Works Department, ought, like the Ordinary charges to be checked by the Budget. They amounted in 1858-59 to Rupees 19,63,000. They are estimated in 1859-60 at 24,36,000 and in 1860-61 at 28,34,000.

Profit and loss.—Calls for no remark.

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DECREASE.		Total charges.—The total
* Military Ordinary.....	103,21,000	charges ordinary and extraordinary
Political Disbursements charge- able on the Revenues (Pen- sions.).....	4,35,000	and profit and loss amounted
Other Items.....	2,73,000	in 1858-59 to Rupees 749,72,000.
	110,29,000	In 1859-60 they were estimated at
		Rupees 756,49,000 and in 1860-61
DEDUCT INCREASE.		they are given at Rs. 673,35,000,
General.....	5,74,000	shewing an increase in 1859-60
Judicial.....	8,69,000	as compared with 1858-59 of Ru-
Revenue.....	7,02,000	pees 6,77,000, but a decrease in
Public Works, Ordinary.....	1,92,000	1860-61 of Rupees 76,37,000
Extraordinary.....	8,71,000	chiefly arising from the differences
Other Items.....	1,84,000	noted in the margin.*
	33,92,000	
Net Decrease...76,37,000		

STATEMENTS C. & D.

Debt.—The receipts and disbursements under this head are best considered together.

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	Debt.				Regular Estimate 1859-60.				1860-61.			
	1858-59.		Net		Disburse-		Net		Disburse-		Net	
	Receipts.	Disburse-ments.	Receipts.	Disbts.	Receipts.	Disburse-ments.	Receipts.	Disbts.	Receipts.	Disburse-ments.	Receipts.	Disbts.
(Civil Service Annuity Fund.)	5,68,000	6,44,000	...	76,000	5,60,000	6,43,000	...	83,000	5,60,000	6,43,000	...	83,000
(Civil Fund Charity Branch.)	4,69,000	2,33,000	2,36,000	...	4,51,000	10,88,000	...	6,37,000	4,51,000	2,38,000	2,13,000	...
(Military Fund.)	15,39,000	10,98,000	4,41,000	...	14,77,000	10,89,000	3,88,000	...	14,77,000	10,89,000	3,88,000	...
(Medical do.)	6,70,000	5,32,000	1,38,000	...	6,79,000	10,84,000	...	4,05,000	6,79,000	5,64,000	1,15,000	...
(Apothecaries.)	35,000	33,000	2,000	...	35,000	33,000	2,000	...	35,000	33,000	2,000	...
(Government Savings Bank.)	8,60,000	5,68,000	2,92,000	...	8,60,000	5,70,000	2,90,000	...	8,60,000	5,67,000	2,93,000	...
(Supreme Court of Judicature.)	1,70,000	1,50,000	20,000	...	2,04,000	1,99,000	5,000	...	2,04,000	1,99,000	5,000	...
(Estates of Military persons deceased.)	1,61,000	1,39,000	22,000	...	1,60,000	1,39,000	21,000	...	1,60,000	1,39,000	21,000	...
(Sundry deposits.)	1,00,000	90,000	10,000	...	60,000	42,000	18,000	...	60,000	43,000	17,000	...
(Judicial.)	5,27,000	4,41,000	86,000	...	5,27,000	4,41,000	86,000	...	5,27,000	4,41,000	86,000	...
(Revenue.)	48,24,000	45,16,000	3,08,000	...	40,43,000	37,08,000	3,35,000	...	40,43,000	37,08,000	3,35,000	...
(Military.)	7,79,000	5,31,000	2,48,000	...	6,35,000	3,38,000	2,97,000	...	6,35,000	3,38,000	2,97,000	...
(Bullion Certificates.)	72,000	52,000	20,000	...	45,000	29,000	16,000	...	45,000	32,000	13,000	...
(Miscellaneous.)	43,000	13,98,000	...	13,98,000	...	55,00,000	...	55,00,000	...	3,75,000	...	3,75,000
(Bills Payable.)	...	...	...	...	...	...	...	...	...	...	...	...
(Sinking Fund.)	...	...	...	...	...	...	...	...	...	...	...	...
	108,17,000	1,04,25,000	18,75,000	14,83,000	97,36,000	149,03,000	14,58,000	66,25,000	97,36,000	84,09,000	17,85,000	4,58,000
			14,83,000					14,58,000			4,58,000	
			3,92,000					51,67,000			13,27,000	

The results as given in the margin* shew a net receipt in 1858-59 of Rupees 3,92,000; a net estimated payment of Rupees 51,67,000 in 1859-60; and a net estimated receipt in 1860-61 of Rupees 13,27,000.

The explanations of differences given by the Accountant General appear to be sufficient, but, it has to be remarked in regard to the "Civil Fund Charity Branch," that the intention to invest 8½ lacs of Rupees belonging to that Fund in the 5½ per cent. loan, was not carried out. The investment was not made previous to the closing of the loan and this Government refused to allow the money to be received as an extra subscription.

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	Advances Repayable.				1858-59.				1859-60.				1860-61.			
	Disburse-		Net		Disburse-		Net		Disburse-		Net		Disburse-		Net	
	Receipts.	Disburse-ments.	Receipts.	Disbts.	Receipts.	Disburse-ments.	Receipts.	Disbts.	Receipts.	Disburse-ments.	Receipts.	Disbts.	Receipts.	Disburse-ments.	Receipts.	Disbts.
Estate of the late Nawab of the Carnatic.	...	4,41,000	...	4,41,000	...	4,41,000	...	4,41,000	...	4,41,000	...	4,41,000	...	4,41,000	...	4,41,000
Advances for supplies of building material.	3,51,000	4,17,000	...	66,000	3,31,000	4,70,000	...	1,39,000	3,31,000	4,70,000	...	1,39,000	3,31,000	4,70,000	...	1,39,000
Judicial.	...	...	...	...	1,00,000	1,45,000	...	45,000	1,00,000	1,45,000	...	45,000	1,00,000	1,45,000	...	45,000
Revenue.	14,24,000	18,11,000	...	3,87,000	13,68,000	16,39,000	...	2,71,000	13,68,000	16,39,000	...	2,71,000	13,68,000	16,39,000	...	2,71,000
Advances to Officers and Corps.	53,92,000	51,21,000	2,71,000	...	37,86,000	39,62,000	...	1,76,000	37,86,000	39,62,000	...	1,76,000	37,86,000	39,62,000	...	1,76,000
Commissariat Advances.	39,12,000	20,31,000	18,81,000	...	21,10,000	24,05,000	...	2,95,000	21,10,000	24,05,000	...	2,95,000	21,10,000	24,05,000	...	2,95,000
Miscellaneous.	7,000	7,44,000	...	7,37,000	32,000	1,55,000	...	1,23,000	32,000	1,55,000	...	1,23,000	32,000	1,55,000	...	1,23,000
	110,86,000	105,65,000	21,52,000	16,31,000	90,27,000	114,76,000	...	24,49,000	90,27,000	114,76,000	...	24,49,000	90,27,000	114,76,000	...	24,49,000
			16,31,000													
			5,21,000													

Advances repayable.—Under Advances repayable there is in 1858-59, a net increase in the receipts of Rupees 5,21,000; while in 1859-60 and 1860-61 there appears a net estimated payment of Rupees 24,49,000 and 26,93,000 respectively as noted in the margin.* The explanations given by the Accountant General of these differences, also appear to be sufficient.

STATEMENTS E. & F.

Supplies from London.—The total amount of supplies from London in Statement E. stood in 1858-59, at 74,78,000; in 1859-60, they were estimated at 91,08,000, and in 1860-61, they are taken at 66,66,000. The most doubtful item is that of "Stores," which, with reference to the probability of a large quantity of Copper being received, appears to be somewhat under-estimated. Attention is requested to the subject.

Supplies to London.—The supplies to London in Statement F, call for no remark, with the exception, 1st, of the advances to Railway Companies, the estimate of which ought to be checked by the Government Consulting Engineer; and 2nd, of the advances to the Irrigation and Canal Company, which have been estimated very roughly at 15 lacs, and which ought to be brought under revision with reference to existing circumstances.

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It has to be remarked that in a recent Despatch* the Secretary of State has observed "the loss by exchange on sums received from the Railway Companies in England, and re-issued to them in India at 1s. 10d. the Rupee has not hitherto been stated as a charge on the Indian Revenues, but in future estimates and accounts it must be included." The attention of the Government of Madras, is requested to these orders. The necessary entries should be directed to be made, as well in regard to the Irrigation Companies as to the Railway Companies, should the orders be applicable to the former.

Supplies from and to the other Presidencies.—The supplies from and to the other Presidencies cannot be satisfactorily checked until the returns from all the Presidencies are received.
Cash balance.—No estimate of Cash balance likely to approximate to correctness, can be arrived at, until the supplies shall have been checked.

No. 2. ORDER THEREON, 2nd August 1860, No. 380.

Resolved, that the foregoing letter be communicated to the Accountant General and that he be directed to revise his estimate on the points therein noted in communication with the Departments concerned. His particular attention is requested to the remarks under the head of "Supplies to London," "respecting the loss by exchange on sums received from the Railway Companies in England, and re-issued to them in India at 1s. 10d. the Rupee," and he will make the necessary entries in the estimate as therein directed.

(Signed) T. PYCROFT,
Chief Secretary.

N^o 5749

To
The Chief Secretary to the
Government of Madras-

Financial }
Department } Sir,

I am directed to acknowledge the receipt of your letter, N^o 298- of the 22^d ultimo, and in reply to offer the following remarks relative to the revised Anticipation Sketch Estimate for the year 1860/61 that accompanied it.

Receipts Ordinary
Genl. Depart-

Statement A

The receipts in the "General Department," which stood in 1858/59 at Rupees 17,99,000, were estimated in 1859/60 at Rupees 19,38,000 and have been raised in 1860/61 to 26,96,000, showing an increase compared with 1859/60 of Rupees 7,58,000.

This increase appears almost entirely under the head of "Stamps Revenue" and is calculated with reference to the probable effects of the contemplated new stamp Bill. The estimate appears to be

be very high and seeing that a large portion of the year will have elapsed before the Bill comes into operation, it may His Excellency in Council think be reduced to the extent of (say) 4 Lacs.

The increase under "Provincial Courts" subordinate to this head, has also been estimated with reference to the new stamp act, it being thought that the Penalties on unstamped deeds, consequent on the introduction of it, will be greater than in former years. For the reasons before assigned, the estimate seems likely to be too high. It may be reduced to the extent of a few thousand Rupees.

Judicial

The "Land Revenue" which amounted in 1858/59 to Rupees 4,16,94,000 - has been estimated at Rupees 4,03,23,000 in 1859/60 - and Rupees 4,15,00,000 in 1860/61. The grounds of the Estimate are stated in the column of remarks in the Accountants' Statement, but they are not altogether satisfactory, as it is not shewn for what reasons so large an increase as Rupees 12,34,000 is looked for in the "Scale of Income" for the current year. It is probably owing to new settlements and an extension of wet Cultivation - but this is not stated.

Revenue

The

62
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The increase from Rupees 6,09,000 in 1858/59 - to Rupees 6,12,1,000 in 1859/60 and Rupees 6,800,000 in 1860/61 - under "Salt" is sufficiently accounted for by the selling price of salt - having been raised from 1 Rupee to $1\frac{1}{2}$ per maunds.

The increase of Rupees 59,000 in "Echa Revenue" is not explained. It is taken on the authority of the Revenue Board, but the grounds of increase should be stated.

Customs

The Customs revenue in 1860/61 has been assumed at Rupees 94,000 in excess of that of 1859/60 - and Rupees 67,1,000 in excess of that of 1858/59. The estimate appears to be low and

and requires revision, with reference to the actual receipts of 1859/60 - which must now be known. -

The falling off of Rupees 38,000 looked for under this head is accounted for by the suspension of the Packet-service between Madras, the Northern Ports and Rangoon. -

The decrease of Rupees 98,000 in the military receipts is nominal, owing as above mentioned, to the transfer to the Revenue Department of the Alibonur Department at Bellary and Manipalams. -

Call for no remarks. -

The only items of Extraordinary Receipts that call for notice are the entries under "General" and "Military" in the former of which a decrease of Rupees 3,69,000 is looked for in the value of Copper used in Coinage and of Copper Scrap sold and in the latter of which a decrease of Rupees 3,19,000 is anticipated chiefly in the returns from the sale of Malt Liquor to European

Marine

Military

Tributes
Public Works

Receipts
Extraordinary

European Troops and of Rice to Native Troops. In both cases the estimates appear doubtful and require revision. Much Copper is likely to be coined in 1860/61, and it is not probable that the strength of the European Forces will be very much reduced. -

Under this head the "Gain on the Coinage of Copper" alone requires notice. It is estimated in 1860/61 at Rupees 4,29,000 against 6,00,000 in 1859/60. But, as before observed, a large quantity of Copper is expected to be coined in 1860/61, and the estimate therefore is likely to be too low. -

Not reduced
in the
Profit & Loss

Total Receipts

The total receipts "Ordinary" and "Extraordinary" and from "Profit and Loss" are estimated in 1860/61 at an increase of Rupees 18,55,000, as compared with 1859/60, and Rupees 25,77,000 as compared with 1858/59. The estimate is liable to reduction under "Stamps," and "Provincial Courts," while on the other hand, an increase may be looked for in "Customs," the "Value and Gain on Copper" and the Extraordinary receipts of the Military Department, so that, on the whole, the result seems likely to

to be more favorable than is anticipated
by the Accountant and may be considered
Satisfactory

Statement B

The explanations of Increase Disbursements Ordinary
and Decrease under this head given by Political Disbursements
the Accountant in the Column of remarks Chargeable on the Revenue
of the Estimate, appear to be sufficient.

The decrease in 1860/61.
compared with 1859/60 is Rupees 12,71,000.
Chiefly in the items of Carnatic Stipends
and the Interest in Tanjore Bonds
discharged in 1859/60. The decrease as
far as it goes is satisfactory.

The total Charges under General
this head in 1858/59 amounted to Rupees
64,09,000; in 1859/60 to Rupees 80,40,000;
and in 1860/61 they are estimated
at Rupees 69,83,000 showing a decrease
compared with 1859/60 of Rupees 10,57,000.

The only items requiring
notice are given in the Durbar Charges
margin.

Of these the
explanations given by
the Accountant in the
column of remarks of the
estimate

Durbar Charges
Charges of Secretaries' Offices in the Public
Military, Revenue, and Public Works
Department, Translators' Offices and
Fort St George Gazette Press.
Ecclesiastical Charges
Public Instruction
Allowances to Senior Civil Servants
Public Observatories
House rent allowances and rent of Public Offices
Hunt and Apyal Offices
Copper from England
Contributions to Service Funds &c.
Pensions to Retired Civil Servants &c.
Stationery from England
Interest on account of Civil Military and other
Local Funds.
Miscellaneous.

estimate appear to be sufficient in
respect to the following list.

1. Charges of Secretaries' Offices.
Translators' Offices and Fort Saint
George Gazette Press.
2. Ecclesiastical Charges.
3. Contributions to Service and other
Funds.
4. Pensions to Retired Civil Servants.
5. Interest paid on account of Civil
Military and other Local Funds.

The Durbar Charges stand
at Rupees 148,000 in 1860/61 against
Rupees 152,000 in 1859/60. There is
therefore no great increase. Still the
item is large and might be scrutinized.

Under "Public Instruction"
there is a gradual increase from 538,000
in 1858/59 to 554,000 in 1859/60 and 569,000
in 1860/61. The cause of these increases
requires explanation, additional expendi-
ture in the Educational Department
having been prohibited.

It also requires to be explained
why an increase of Rupees 12,000 is esti-
-mated for 1860/61 on account of allowances
to Junior Civil Servants qualifying for
Public Service, it being believed that
there are very few such Servants now
at Madras.

The

The "Public Observatory" cost Rupees 12,000 in 1839/60. It is set down at Rupees 14,000 in 1860/61. Is this necessary?

"House rent allowances and rent of Public Offices," show a decrease of Rupees 8,000 in 1860/61. But still the amount (Rupees 46,000) is considerable.

The Charges of the "Mint, Assay and Mint Committee's Offices" are given in 1839/60. and 1860/61 at an increase over 1858/59 of Rs. 40,000 and 43,000 respectively, and it is explained that this increase is looked for in the Contingent Charges. This is probably owing to an expected increase in the operations of the Mint, but the item requires examination.

The amount (Rupees 13,80,000) entered as a charge for "Copper received from England" in 1839/60, was excessive. It is stated by the Accountant that the actual amount value brought to account in that year was Rupees 4,90,000 only, and with reference to this fact, the Estimate of Rupees 7,30,000 for 1860/61 would not appear to be unreasonable, though it is not improbable from the large quantities of Copper applied for, that that amount.

would have been entered under "Royal Troops" and a portion under "Indian Army". The circumstances under which

these Forces were authorized to be raised, and the orders under which they have been dispensed with, ought to have been mentioned.

Under "Indian Army" the first item that calls for notice, after the reserved Companies of Artillery above adverted to, is that of "Artillery and Infantry Veteran Companies", the charge for which has been raised from Rupees

164,000 in 1858/59 and Rupees 161,000 in 1859/60 to Rupees 364,000 in 1860/61. While the two native Veteran Battalions were many in number, it is said, "to the expected increase in their numbers", it is said, "to the expected transfer of Officers of the 1st and 2nd native Veteran Battalions which are now being broken up". The meaning of this is not apparent.

The other differences seem to be sufficiently explained by the Accountant, with the exception of those

those under the heads of "Medical,
Clothing and Commissariat Stores re-
ceived from England", which seem to
be entered at too large a figure in
1860/61. Attention is requested to the
subject.

The item of Rupees 500,000 on
Account of the expenses of the Officers
of the Corps proposed to be disbanded,
was not entered in the original An-
ticipations Estimate. The propriety of
introducing the item depends on the
fact of the Regiments being actually
disbanded within the year or not. If
they are not disbanded, the charge will
have to be struck out. but it will
be much more than met by an
increase in the charges of "Native
Cavalry and Infantry", under which
allowance has been made by the
Accountant for the disbandment of
two Regiments of Cavalry and 12
Regiments of Infantry. Attention is
requested

10/10
It has to be remarked in regard
to the "Civil Fund & Charity Branch",
that the intention to invest $8\frac{1}{2}$
Lacs of Rupees belonging to that
Fund in the $5\frac{1}{2}$ Per cent Loan,
was not carried out. The invest-
ment was not made previous to
the closing of the Loan and this
Government refused to allow the
money to be received as an
Extra subscription.

Advances Repayable

Under Advances repayable
there is in 1858/59 a net in-
crease in the receipts of
Rupees 5,21,000; while in
1859/60 and 1860/61 there
appears a net estimated
payment of Rupees 24,49,000
and 26,93,000 respectively
as noted in the
margin

but the matter
has been refer-
red home
28/7/61

Statements E & E'

Supplies
from
London }

Supplies
from
London } The
total amount of
Supplies from London
in Statement E stood
in 1858/59 at 74,78,000,
in 1859/60 they were
estimated at 91,08,000,
and in 1860/61 they
are taken at 66,66,000.
The most doubtful
item is that of
"Stores",

Advances Payable

[illegible]

at $\frac{1}{10}$ of the Paper, and he
will make the necessary
entries in the Estimate as
therein directed.

To the Right General.
C. D. H.
Rome, N. Y. Sept. 21. 1863. }
Military Dept. ~~W. H. S. A. 1863~~
~~W. H. S. A. 1863~~

Leave the honor to be,

Sir,

Your most obedient servant

Fort William
The 6th July
1860

Wm. Smith

Key: to the Fort of India

N-12-12

Pro of Dept
Manuel 1860 Defunct

from
The beg to the
India — no 5749 —

Dated 6 July 4
Rec 24, do 1860 —

No 358

Reference to the basis
of the first letter 25, 298 of the
22 Williams, and, in reply, the
certain remarks relating
to the revised anticipation
of the estimate for the
year 1860 for that as
confirmed it.

With an Order

229 July
22/11
142

copy

Unrecorded.
27 July 1860

Order Thomas 22 August 1860 No 380.

Resolved, that
the foregoing letter be com-
municated to the Governor.
-but General and that he
be directed to revise his es-
timate on the basis there-
in stated in communication
with the Department con-
curred. This particular at-
tention is requested to the
remarks under the head of
"Expenses to London," respecting
the loss by exchange on notes
received from the Railway Com-
panies in England and re-
ferred to them in India

at