M.R.O. 1—77,006—8-6-37.

(1) Number of pages 16

(2) Date of repair 10-7-39

(3) Initials of the Reference

MADRAS RECORD OFFICE.

Government of Madras.

Finance DEPARTMENT.

G.O. No.	37	Press / ~~Mis.~~
48-51		
Dated	19-1-	1863.

9/10

48-51

Not to be folded or roughly handled

Proceedings of the Madras Government, Financial Department,
19th January 1863.

Read the following papers:—

No. 48. From JOHN McIVER, Esq., Secretary and Treasurer Bank of Madras; to the Chief Secretary to Government, Fort Saint George, dated Madras, 17th December 1862, No. 19-888.

No. 1,746, 12th December 1862.

In forwarding herewith the annexed copy of an Official Memorandum to my address from the Officiating Civil Paymaster, I have the honor to request that a Treasury Order for Rupees 313-7-3, the amount of the accompanying Contingent Bill for packing and remitting specie on account of Government, may be furnished to the Bank.

No. 1,764.

OFFICIAL MEMORANDUM.

Presidency Department.

The amount, 14,100 Rupees, sanctioned in the Budget on account of remittances of Treasure having been exhausted, the enclosed Bill is returned unaudited, with intimation that application should be made to the Chief Secretary for a Treasury Order for the amount, until the Supplemental Budget has been sanctioned by the Government of India.

FORT SAINT GEORGE,
CIVIL PAYMASTER'S OFFICE,
12th December 1862.

(Signed) W. J. RAYNOR,
Officiating Civil Paymaster.

To J. McIVOR, Esq., Secretary and Treasurer Bank of Madras.

No. 49. From W. J. RAYNOR, Esq., Officiating Civil Paymaster; to the Honorable A. J. ARBUTHNOT, Chief Secretary to Government, Fort Saint George, dated 17th December 1862, No. 1,801.

Presidency Department.

In paragraph 3 of the agreement between Government and the Bank of Madras, dated 5th February 1862, it is provided that, in addition to the fixed allowance of Rupees 1,000 per month on account of the establishment of clerks and servants necessary for carrying on the Government banking account and business, payment shall be made to the Bank of the "actual costs and "expenses of packing and shipping specie remitted under the preceding clause, and for which "costs and expenses Contingent Bills shall from time to time be submitted to the Civil Paymaster, "Fort Saint George, for the time being, and be passed by him on approval."

2nd. Formerly, on occasions of specie remittances whether *to* or from the late General Treasury, extra Shroffs and Gollahs were employed, whenever necessary, to meet the emergency; the charge on account of them being included and passed in the monthly Contingent Bills of that establishment. The Bank having claimed a similar privilege, a question has arisen whether the cost of extra Shroffs and Gollahs for shroffing and removing remittances *received* on account of Government from the Mint or from Provincial Treasuries can properly be admitted as a charge connected with remittances, under paragraph 3 of the agreement, or whether it should be defrayed by the Bank. The orders of Government are requested in the matter.

Referred to the Deputy Auditor and Accountant General for his *early* report on the question raised by the Civil Paymaster. The Contingent Bill for packing and remitting specie on account of Government, will also be sent with this letter.

(Signed) A. J. ARBUTHNOT,
Chief Secretary to Government.

FORT SAINT GEORGE,
20th December 1862.

No. 50. From H. A. MANGLES, Esq., Acting Accountant General; to the Chief Secretary to Government, Fort Saint George, dated 23rd December 1862, No. 324.

Book and Adjustment Department.

I have the honor to acknowledge receipt of docket without number dated 20th instant, forwarding for my report a letter from the Civil Paymaster regarding the monthly payment to the Bank of an additional allowance, beyond the Rupees 1,000 now paid under the terms of the agreement, for charges connected with the receipt of Government remittances.

Proceedings of the Madras Government, Financial Department,
19th January 1863.

2. In reply I have to state that by the second paragraph of the agreement, the Bank undertakes to transact all such business of the Government of Madras regarding the receipt, collection, payment and remittance of money *as is usually transacted by bankers for their customers* for which it receives "the yearly sum of Rupees twelve thousand *in full of all costs and expens* attendant on the maintenance by the said Bank of the establishment of clerks and servants necessary for the carrying on of the said Government banking account and business."

3. The question mooted by the Civil Paymaster is whether the cost of Shroffs and Gollahs employed in receiving and counting Government remittances should be paid by Government or defrayed by the Bank out of its allowance.

4. It appears to me that there can be no doubt that the receipt and counting of money is a portion of the business usually transacted by bankers for their customers, the cost of which should be met from the monthly sum allowed by Government.

5. The remittance of specie which falls beyond the usual functions of a Bank in connection with its customers is specially provided for in paragraph 3 which would seem to imply that all other charges of every description connected with the receipt, collection, and payment of money should be defrayed by the Bank.

6. Should any charge on the above account have been already passed by the Civil Paymaster, I would not recommend its retrenchment, but I think that that Officer should be instructed not to pass in future any items in the Bank's Contingent Bills that are not specially provided for in the agreement, or regarding which separate orders have not been passed by Government.

No. 51. ORDER THEREON 19th January 1863, No. 37.

His Excellency the Governor in Council agrees with the Acting Accountant General that the charge on account of extra Shroffs and Gollahs employed in receiving and counting remittances received by the Bank on account of Government should be defrayed from the monthly sum of 1,000 Rupees allowed to the Bank of Madras; and he directs that the Contingent Bill submitted by the Secretary and Treasurer of the Bank with his letter of the 17th ultimo be returned to that Officer for the purpose of being revised and retransmitted to this office, when a Treasury Order will be issued for the amount payable on account of remittances despatched by the Bank.

2. A copy of the Acting Accountant General's report will be furnished to the Civil Paymaster for his information and guidance in reference to his letter of the 17th ultimo.

(Signed) A. J. ARBUTHNOT,
Chief Secretary.

Extd. T. McMontry

24

No. 19/888

Bank of Madras
Madras 17th Dec/62

To

The Chief Secretary
to Government.
Fort St. George.

Sir

No. 1746
12th Dec/62

I am forwarding herewith the annexed copy of an Official Memorandum to my address from the Offg. Civil Paymaster, I have the honor to request that a Treasury order for Rs. 313/7/3 the amount of the accompanying Contingent Bill for packing and remitting Specie on account of Government may be furnished to the Bank.

I have the honor to be
Sir
your most obdt. Servant
John Wm. Legg
Secy. & Treasurer.

Presidency Department

№ 1764

Fort St George.

Civil Paymaster's Office

12th Dec.r 1862.

Official Memorandum

The amount 14,100 Rupees, sanctioned in the Budget on account of remittances of Treasure having been exhausted the enclosed Bill is returned unaudited, with intimation that application should be made to the Chief Secretary for a Treasury Order for the amount, until the Supplemental Budget has been sanctioned by the Government of India.

(Signed) W. S. Raynor

Offg. Civil Paymaster.

To

J. McIver Esq.

Secy and Treasurer

Bank of Madras

Presidency Department.—

Civil Pay Master's Office
Fort Saint George,
17th December 1862.

No. 1801.

From,

W. J. Raynor, Esqre.
Offg. Civil Pay Master.—

To,

The Honorable A. J. Arbuthnot
Chief Secretary to Government.—

Sir,

In para: 3 of the agreement between Govern=
=ment and the Bank of Madras, dated 5th February
1862, it is provided that, in addition to the fixed
allowance of Rs. 1000 per month on account of the
Establishment of Clerks and Servants necessary for
carrying on the Government Banking account
and business, payment shall be made to the Co
Bank of the "actual costs and expenses of packing
"and Shipping specie remitted under the preceding
"clause, and for which costs and expenses Contin=
=gent Bills shall from time to time be submitted
"to the Civil Pay Master Fort Saint George for the
"time being, and be passed by him on approval".—
2nd. Formerly, on occasions of specie remittances
whether to or from the late General Treasury, extra
Shroffs and Gollahs were employed, whenever
necessary, to meet the emergency; the charge on
account of them being included and passed in
the monthly Contingent Bills of that Establish=
=ment— The Bank having claimed a similar
privilege,

Fin. C. 1862 Dep.t

From
The Secy. to Govt.
Bank of Madras.
888.

1037.

Rs. 17 2 3 dec.r 62
Rs. 17 2 3

Requests to be furnished
with a Treasury Order
for Rs. 17-2-3 to reimburse
the Bank for amount
of Packing & Insurance
of Specie remitted by
them on account of
Government.

Rs. 17 2 3

Rs. 17-2-3

Rs. 17-2-3

Rs. 17-2-

privilege, a question has arisen whether the cost of Extra Shroffs and Gollahs for Shroffing and removing remittances received on account of Government from the Mint or from Provincial Treasuries can properly be admitted as a charge connected with remittances, under para: 3 of the agreement, or whether it should be defrayed by the Bank - The orders of Government are requested in the matter -

I have the honor to be,
Sir,
Your most Obedient Servant -

Offg Civil Pay Master -

Book & Adjust. Depart.

67

Fort Saint George
Account. Gen.ls Office
23d December 1862.

No. 324.

From
H. A. Mangles Esquire
Acting Account.t General

To The Chief Secretary
to Government
Fort Saint George

Sir,

I have the honor to acknowledge receipt of docket without number dated 20th Instant, forwarding for my report a letter from the Civil Paymaster regarding the Monthly payment to the Bank of an additional allowance, beyond the Rupees 1000 now paid under the terms of the agreement, for charges connected with the receipt of Government remittances.

In reply I have to state that
2. by the second paragraph of the agreement the Bank undertakes to transact all such business of the Government of Madras regarding the receipt Collection Payment and Remittance of money as is usually transacted by Bankers for their Customers for which it receives "the yearly sum of Rupees Twelve thousand in full of all costs and expenses attendant on the maintenance by the said Bank of the Establishment of Clerks and Servants necessary for the Carrying on of the said Government Banking Account and business"

The

Rec.d 24th March C. 831

From
The Civil Paymaster
&c.
The Chief Secy to Govt

Dated 14th
Rec.d 15th December 1862.
37
No 1901.
No 1000

Submits for order a Claim preferred by the Bank of Madras for the pay.t of Postal Stamps & Collects employed on occasional Remittances on behalf of Govt. in addition to the regular monthly payment of 1000 Rupees allowed them by Para 3 of their agreement with Govt. dated 6th February 1862.-

Referred to the Postmaster General & Accountant General for his report on the grounds stated by the Civil Paymaster.

By Order &c
(Signed) J. Lushington
Chief Secretary
23 Dec.r 1862

Dr. to Postage Stamps & Collects supplied on the Contingent Bill for Dec.r 1862.
From the Office of the Accountant General
Rs. 8 As. 0 Ps. 0
Fort St George 23rd/12/62. Mc.

3. The question mooted by the Civil Paymaster is whether the Cost of Shroffs and Golahs employed in receiving and counting Government remittances should be paid by Government or defrayed by the Bank out of its allowance.

4. It appears to me that there can be no doubt that the receipt and counting of money is a portion of the business usually transacted by Bankers for their Customers, the cost of which should be met from the monthly sum allowed by Government.

5. The remittance of Specie which falls beyond the usual functions of a Bank in connection with its Customers is specially provided for in paragraph 3 which would seem to imply that all other charges of every description connected with the Receipt, Collection and Payment of money should be defrayed by the Bank.

6. Should any charge on the above account have been already passed by the Civil Paymaster I would not recommend its retrenchment, but I think that that Officer should be instructed not to pass in future any items in the Bank's contingent bills that are not specially provided for in the agreement, or regarding which separate orders have not been passed by Government.

I have the honor to be
Sir
Your most obedient servant

Ag Accountt General

C Watts
Copy to the Treasurer

87

Financial Department.

h

PROCEEDINGS of the MADRAS GOVERNMENT.

Read the following letters.

From the Secretary and Treasurer Bank of Madras } Recd enter 17th December 1862 No. 19/888.)

From the officiating Civil Paymaster } — " — 17th — " — " — " 1801)

From the Acting Accountant General } — " — 23d — " — " — " 3214).

Order thereon 19th January 1863 No. 37.

His Excellency the Governor in Council agrees with the Acting Accountant General that the charge on account of extra Shroffs and Gollahs employed in receiving and counting remittances received by the Bank on account of Government should be defrayed from the monthly sum of 1000 Rupees allowed to the Bank of Madras, and he directs that the contingent Bill submitted by the Secretary and Treasurer of the Bank with his letter of the 17th Ultimo be returned to that officer

for

Rec. 24th March 62 831

Financial 1862 Dept. Proceedings

No

From The Secretary Bank Madras

To The Chief Secretary to Govt

No. Dated 23d Dec 62

Rec'd 24th Dec 62

No 1009

Returning Copy of Letter from the Manager of the Bank of Madras No. 888 dated 17th Dec 62 with enclosure and requesting Government Sanction to the Charges mentioned therein

C. S. Secretary's No 15 Dept

for the purpose of being revised and re trans-
-mitted to this Office - when a Treasury
Order will be issued for the amount - - -
payable on account of remittances despatched
by the Bank.

2 A copy of the Acting Accountant
Generals report will be furnished to the Civil
Paymaster for his information and guidance
in reference to his letter of the 17th Ultimo.

11 C. 800

To the Secretary and Treasurer Bank of Madras
with Contingent Bill 3
" Civil Paymaster 3 dupd. 21.
" Deputy Ar: & Accounts Genl 3

Finl 1863. *Department.*

No. 37

PROCEEDINGS OF GOVERNMENT,

Dated 19th Jany 63

48-51

9026

C. R. Jany/63. 12/5.