M.R.O. 1—77,006—8-6-37.

(1) Number of pages 2

(2) Date of repair

(3) Initials of the Referencer

MADRAS RECORD OFFICE.

Government of Madras.

Financial DEPARTMENT.

G.O. No. 143	Press / Mis.
35-36.	
Dated 28-2- 1870.	

4/5

35-36

Not to be folded or roughly handled

Proceedings of the Madras Government, Financial Department, 28th March 1870.

No. 35. Read the following Proceedings of the Government of India in the Financial Department, dated Fort William, 28th February 1870, No. 1356.

Expenditure—Administration and Public Departments.]

Read again—

Financial Resolution, No. 3950, dated 12th October 1869, sanctioning the substitution of a fluctuating for a fixed allowance to the Bank of Bengal for the management of the Government Savings Bank, viz., 1*st*, an allowance of 3-8ths per cent. on the aggregate balance of deposits at the close of the preceding year ; and 2*nd*, eight annas per annum on each *active* account ; and authorizing the extension of the scale to the Savings Banks in the Presidencies of Madras and Bombay, should the Banks in those Presidencies prefer it.

Read—

Letter from Accountant-General, Bombay, No. 3446-G., dated 26th November 1869, asking whether certain views of the Bank of Bombay as to what constitutes an "active account" can be accepted by Government.

Financial Docket, No. 2969, dated 6th December 1869, calling for a report from the Comptroller-General of Accounts.

Reply from the Comptroller-General of Accounts, No. 1421, dated 12th February 1870.

RESOLUTION.—The Governor-General in Council cannot accept the Bombay Bank's definition of an "active account." The object of allowing to the Banks a percentage, instead of a fixed monthly allowance, was to make the remuneration bear a definite relation to the work and responsibility involved, and to avoid revisions of the allowance by Government on every accession of business. The condition that the payment of eight annas per account should be on active accounts only, was advisedly meant to debar payment for accounts that from any cause were never operated on. The Bank of Bombay may, however, revert to the fixed allowance previovsly drawn, should the fluctuating allowance be deemed unsuitable.

2. As proposed by the Comptroller-General of Accounts, the orders of the 12th October 1869 are allowed to take effect from the current official year, 1869-70.

Ordered that the foregoing Resolution be sent to the Government of Bombay, the Comptroller-General of Accounts, and the Accountants-General, Bombay and Madras.

Ordered, also, that a copy of the Resolution be sent to the Governments of Madras and Bombay, and the Secretary and Treasurer, Bank of Bengal.

(Signed) R. H. HOLLINGBERY,
Assist. Secy. to the Govt. of India.

No. 36. ORDER THEREON, 28th March 1870, No. 143.

Communicated to the Directors of the Bank of Madras.

(True Extract.)

Chief Secretary.

To the Directors of the Bank of Madras.
,, Accountant-General.

Exd. J. Wright.

Govt. of {1870} Madras

FINANCIAL.

To

The DIRECTORS of the
BANK of MADRAS.
&c., &c., &c.

Dated March, 28*th*.

Recd. Esq.

G. O., 28*th March* 1870, *No.* 143.

MARCH.
Nos. 35-36.

Communicating Resolution of the Government of India, on the subject of the rate of percentage fixed for the management by the several Banks of the Government Savings' Bank.

No. 1356.

GOVERNMENT OF INDIA.

FINANCIAL DEPARTMENT.

EXPENDITURE.
Administration and Public Departments.

FORT WILLIAM, *the 28 February* 1870.

Read again—

Financial Resolution No. 3950, dated 12th October 1869, sanctioning the substitution of a fluctuating for a fixed allowance to the Bank of Bengal for the management of the Government Savings Bank, *viz.*, 1*st*, an allowance of 3-8ths per cent. on the aggregate balance of deposits at the close of the preceding year; and, 2*nd*, eight annas per annum on each *active* account; and authorizing the extension of the scale to the Savings Banks in the Presidencies of Madras and Bombay, should the Banks in those Presidencies prefer it.

Read—

Letter from Accountant General, Bombay, No. 3446G, dated 26th November 1869, asking whether certain views of the Bank of Bombay as to what constitutes an "active account" can be accepted by Government.

Financial docket No. 2969, dated 6th December 1869, calling for a report from the Comptroller General of Accounts.

Reply from the Comptroller General of Accounts, No. 1421, dated 12th February 1870.

RESOLUTION.—The Governor General in Council cannot accept the Bombay Bank's definition of an "active account." The object of allowing to the Banks a percentage, instead of a fixed monthly allowance, was to make the remuneration bear a definite relation to the work and responsibility involved, and to avoid revisions of the allowance by Government on every accession of business. The condition that the payment of 8 annas per account should be on active accounts only, was advisedly meant to debar payment for accounts that from any cause were never operated on. The Bank of Bombay may, however, revert to the fixed allowance previously drawn, should the fluctuating allowance be deemed unsuitable.

2. As proposed by the Comptroller General of Accounts, the orders of the 12th October 1869 are allowed to take effect from the current official year, 1869-70.

ORDERED, that the foregoing Resolution be sent to the Government of Bombay, the Comptroller General of Accounts, and the Accountants General, Bombay and Madras.

Ordered also, that a copy of the Resolution be sent to the Governments of Madras and Bombay, and the Secretary and Treasurer, Bank of Bengal.

Assistant Secretary to the Government of India.

Pros: 25th Nov. 69 Nos 73-74

510 Financial. 1870. Deptt

(8)

GOVERNMENT OF INDIA.

FINANCIAL DEPARTMENT.

EXPENDITURE.
Administration and Public Departments

To

No. 1356.

Dated, Fort William, the 28th *February* 1870.

Received 10th March.

No. 143 - 28 March 70
Communicated
to the Directors of the
Bank of Madras.
A/A.

No

3 enclosures

No 102

Communicating a Resolution passed on a reference from the Bank of Bombay on the subject of the rate of percentage fixed by the Govt. of India for the management by the several Banks of the Govt. Savings' Bank

To the Directors of the
Bank of Madras
- " - Accountant General

disp 1/4

With an order

O. S. G. P.—No. 8287 C. F.—26-2-70.—64.

C. 10/3.
33 - 36.

Govt. of {1869} Madras.

Jud.

To

The Directors of the
Bank of Madras.

&c

Dated March 28.

Recd. Encl.

G. O. 28 March 1870 No 143.

Nos. 35. 36.

Comng. Resolution of the Govt. of India on the subject of the rate of per Centage fixed for the management by the several Banks of the Govt. Savings Bank.