M.R.O. 1—77,093—8-6-37.

(1) Number of pages 26

(2) Date of repair 12-1-40

(3) Initials of the Referencer

# MADRAS RECORD OFFICE.

## Government of Madras.

Finance DEPARTMENT.

G.O. No. 336 / Press / Mis.

163-

Dated 20-3- 1872.

14/15

163

***Not to be folded or roughly handled***

12/1/40

Read again G. O., 15th January 1872, No. 30.

No. 163. ORDER THEREON, 20th March 1872, No. 336.

The regular estimate of receipts and charges of Provincial Funds for the current year shows a surplus of upwards of seven lakhs. The Government have resolved to devote a portion of this sum to increasing the aid given to Local Funds, and are of opinion that the additional aid should be given partly in the shape of relief from tolls which are proposed in the Local Fund Budgets of the year 1872-73, and which the Government would, under other circumstances, probably have been forced to sanction.

2. Some of the new tolls proposed to be levied under Act IV. of 1871 are, however, unobjectionable and will be retained. They are—

(1).—Those proposed for the Sydapet and Chingleput Circles, which are traversed by expensive arterial lines accommodating large external traffic and converging on the Presidency town, and where the operations of the tolls can easily be watched; (2) that proposed to be levied at the Iyaur Bridge in Trichinopoly, a costly structure on an important line of road, and within easy reach of redress for oppression; (3) that at Pennakonda in Bellary, situated at the station of a European and Native Magistrate on the main road from Bangalore northwards, and in a circle the funds of which are inadequate to its needs. The [illegible] under former Acts, some of which have now been brought under Act IV. of 1871, and the customary tolls now in force on the Western Coast, will be retained, but all others will be disallowed in the budgets now before Government. The new tolls retained are expected to yield Rupees 34,720.

3. In consequence of these determinations, grants equivalent to the net proceeds of the proposed tolls and amounting to Rupees 1,08,830, and further grants amounting to Rupees 1,05,000 will be made to the circles specified in the statement appended to this Order. The total of the lump grants from Provincial Funds will thus be raised to Rupees 11,43,830.

4. Under recent orders, the charges against Imperial Ordinary, Provincial, Local, and Special Funds for Public Works Department Establishment will be rateably proportioned to the actual expenditure from each class of funds. The system of fixed grants from Local Funds which is prescribed in the Local Funds Rules is now inapplicable, and the rules must be revised.

5. In paragraphs 3 to 8 of his letter, dated 12th December 1871, No. 2306, recorded in G. O., Financial, dated 15th January 1872, No. 30, the Controller of Public Works Accounts requests instructions as to the mode of raising debits for establishments and tools and plant against Provincial, Local, and Special Funds. The Government are of opinion that this should be done as follows.

6. When the aggregate expenditure on establishments in any given month is known, the share of extraordinary (calculated as at present under the orders it is presumed of the Supreme Government and including the Chief Engineer for Irrigation) and the actual outlay under the head "Establishments" for the

Civil Engineering College, which appertains to Imperial Ordinary, are to be excluded. The remaining sum, which will include all so called general charges, is to be distributed rateably with reference to the outlay on works by departmental agency from Imperial Ordinary, Provincial, Local, and Special Funds. The shares thus ascertained to be payable by Local and Special Funds as aggregates will have to be further distributed on the same principle (after the deduction of the cost of petty establishment from the local fund share) to make out the charge against each Local Fund Circle, and each Special Fund. Charges incurred for establishment in particular ranges are never to be made the basis of debit against particular circles.

7. The charges for tools and plant (Indian expenditure) should be lumped together in each range and distributed proportionally to the outlay therein for works from each class of funds. Where ranges lie in two or more circles, the aggregate charge against Local Funds, for tools and plant, will be distributed by the Controller according to the outlay in each circle.

8. To carry out the above system, the Local Fund Rules must be altered. The opinions of the Board of Revenue and the Controller of Public Works Accounts are requested on the following proposed modifications :—

The following rule to be substituted for Rule XXVII :—

1. The Local Funds will be charged with a rateable share of the cost of the establishment, Public Works Department, which shall be computed with reference to the whole outlay on works, other than extraordinary, by Officers of the Department, the expenditure on works from Local Funds, and the whole cost of the establishment not chargeable under orders of Government, to particular heads of service. From the whole share of local funds the cost of petty establishment shall be deducted, and the balance distributed amongst the several circles in the ratio of the outlay on works by the Public Works Department.

*Illustration.*—In the month of April 1872, the outlay by the Public Works Department on works from all funds was Rupees 5,00,000, and from local funds Rupees 2,50,000 ; the cost of Public Works Department establishment (due deductions made), Rupees 1,50,000 ; the cost of petty establishment, Rupees 10,000 ; and the outlay in Circle X., Rupees 9,000. Then

As 5,00,000 : 2,50,000 : : 1,50,000 : 75,000 and

As 2,50,000 : 9,000 : : 65,000 : 2,340 = debit against Circle X. for Public Works Department supervision.

2. In making budget provision for the charge the Local Fund Boards will enter sums bearing the same ratio to the budgetted expenditure on works, as in the sanctioned budget of the current year. When later in the year, the sums which will probably be expended from Imperial, Provincial, and Special Funds on works, and the probable cost of establishment are ascertained, the provision to be made for the charge against Local Funds, to be distributed among the several circles in the general budget in the ratio of the estimated expenditure by Officers of the Department, will be communicated by Government to the Board of Revenue.



3. The actual debits against each circle shall be made by the Controller monthly in the manner above prescribed. He shall forward each month to the Board of Revenue and to the Accountant-General a statement showing the debits against each circle. The amounts will then be placed at the disposal of the Public Works Department.

XXVIII. *For* the words " the sums so computed shall be fixed grants " *read* " The sum so computed for cost of general management shall be a fixed grant." In the beginning of the rule *for* " controlling and other establishments " *read* " cost of general management."

9. There appears no necessity to alter or add to the rules on the subject of tools and plant.

10. For 1871-72 the system of fixed grants was adopted for Local Fund contributions for Public Works Establishment, and a sum of Rupees 5,83,690 was provided in the budget of the year. This sum, there is little doubt, will fall considerably short of the rateable share of Local Funds. The shares of each class of funds being ascertained in the manner above prescribed, the deficiency in the provision from Local must be met from Provincial Funds. When framing the accounts for the last month of the year the Controller of Public Works Accounts will report the amount. On the fixed grant principle, each Local Fund Circle will pay, for 1871-72, the sum assigned as its share for establishment in the general budget now under preparation by the Board of Revenue.

11. The Government take this opportunity of requesting the Board of Revenue to state their opinion as to what powers of sanctioning allotments from the reserves or unappropriated balances should be allowed to Local Fund Boards. The point is not provided for in the rules ; but such sanctions appear to be constantly given.

12. The Government have now to determine the sum which should be provided in the General Local Fund Budget for 1872-73 for Public Works Establishment. This is to be settled with reference to the probable actual outlay on works from the grants made from the several funds. It may be assumed that the grants which have been made from Imperial Ordinary and Provincial Funds will be fully employed. The outlay from Special Funds may be assumed at Rupees 1,80,000. The actual expenditure from the grant made from Local Funds has always fallen short. The extent to which the grant was utilized, during the three years 1868-69 to 1870-71, is shown in the margin. The estimated expenditure on local works by the Department Public Works in 1872-73 amounts to Rupees 31,45,510. The reserve which will probably be allotted for expenditure during the year is Rupees 4,40,270. The whole allotment will, therefore, be Rupees 35,85,780, eighty per cent. of which is Rupees 28,68,620. Allowing for the improvement which is apparent in the proportion of outlay, and for allotments from possible unexpended balances, the expenditure will probably be about 30 lakhs.

| | Per cent. |
|---|---|
| 1868-69... ... ... ... ... | 72·75 |
| 1869-70... ... ... ... ... | 74·52 |
| 1870-71... ... ... ... ... | 79 93 |

13. The Public Works Department Budget for establishment is Rupees 20,75,600. Excluding the sum taken to extraordinary (Rupees 2,01,800), and the cost of the Civil Engineering College to be added to the share of Imperial Ordinary,

the sum to be distributed between Imperial Ordinary, Provincial, Local, and Special Funds, as shown below, is in round numbers Rupees 18,33,500:—

| | Probable outlay on works. | Establishment. |
|---|---|---|
| | RS. | RS. |
| Imperial Ordinary ... ... ... ... ... ... ... ... ... | 19,20,000 | 5,84,800 |
| Provincial ... ... ... ... ... ... ... ... ... ... | 9,20,000 | 2,80,200 |
| Local ... ... ... ... ... ... ... ... ... ... | 30,00,000 | 9,13,700 |
| Special ... ... ... ... ... ... ... ... ... ... | 1,80,000 | 54,800 |
| | 60,20,000 | 18,33,500 |

A larger share has been provided by the Public Works Department from Imperial Ordinary. Deducting from the Local Fund share the sanctioned cost of petty establishment as entered in the Public Works Department Budget (Rupees 1,21,610), the sum to be divided amongst Local Fund Circles for general establishment is Rupees 7,92,090. The requisite distribution will be made in the general budget and in the detailed orders on each budget now about to issue.

—

STATEMENT referred to in Paragraph 3.

| Districts. | Grant in lieu of tolls. | New grant. |
|---|---|---|
| | RS. | RS. |
| 1. Chetterpore ... ... ... ... ... ... ... ... ... ... ... | 5,000 | 1,000 |
| 2. Vizagapatam ... ... ... ... ... ... ... ... ... ... ... | ..... | 1,000 |
| 3. Narsapatam ... ... ... ... ... ... ... ... ... ... ... | ..... | 1,000 |
| 4. Rajahmundry ... ... ... ... ... ... ... ... ... ... ... | ..... | 12,000 |
| 5. Guntoor ... ... ... ... ... ... ... ... ... ... ... | ..... | 10,000 |
| 6. Nellore ... ... ... ... ... ... ... ... ... ... ... | ..... | 5,000 |
| 7. Pennakonda ... ... ... ... ... ... ... ... ... ... ... | ..... | 5,000 |
| 8. Sydapett ... ... ... ... ... ... ... ... ... ... ... | ..... | 1,000 |
| 9. Chittoor ... ... ... ... ... ... ... ... ... ... ... | ..... | 10,000 |
| 10. Cuddalore ... ... ... ... ... ... ... ... ... ... ... | 15,000 | 2,000 |
| 11. Virdachellum ... ... ... ... ... ... ... ... ... ... ... | 19,990 | ..... |
| 12. Trichinopoly ... ... ... ... ... ... ... ... ... ... ... | 28,500 | 6,000 |
| 13. Tinnevelly ... ... ... ... ... ... ... ... ... ... ... | ..... | 6,000 |
| 14. Shermadevi ... ... ... ... ... ... ... ... ... ... ... | ..... | 6,000 |
| 15. Dindigul ... ... ... ... ... ... ... ... ... ... ... | 12,000 | 8,000 |
| 16. Salem ... ... ... ... ... ... ... ... ... ... ... | 13,900 | ..... |
| 17. Oossoor ... ... ... ... ... ... ... ... ... ... ... | 5,520 | ..... |
| 18. Neilgherries ... ... ... ... ... ... ... ... ... ... ... | ..... | 1,000 |
| 19. Calicut ... ... ... ... ... ... ... ... ... ... ... | ..... | 20,000 |
| 20. Canara ... ... ... ... ... ... ... ... ... ... ... | 8,920 | 10,000 |
| | 1,08,830 | 1,05,000 |

(True Extract.)

*Officiating Chief Secretary.*

To the Revenue Department.
" Board of Revenue.
" Public Works Department.
" Accountant-General.
" Director of Public Instruction.
" President of the Local Fund Board of

Exd. J. Wright.

Govt. of {1872} Madras.

FINANCIAL.

To

THE BOARD OF REVENUE.
&c., &c.

*Dated March, 20th.*

*Read.*

*G. O., 20th March 1872, No. 336.*

---

**MARCH.**
**No. 163.**

---

Making certain new grants and grants in lieu of tolls, to the Local Fund Circles specified, from Provincial Funds.

---

Financial Department.

*PROCEEDINGS of the MADRAS GOVERNMENT.*

Read. S.o. 15th Jan. 1872 No 30 ~~Read the following letter~~
Fin.

Dated 20 March 1872 No 336.

The regular estimate of receipts and charges of provincial funds for the current year shows ~~a surplus of Rupees~~ upwards of seven Lakhs. The Govt have resolved to devote a portion of this sum to increasing the aid given to local funds, and are of opinion that ~~the question of~~ the additional aid should be given partly in the shape of relief from tolls which are proposed in the local fund budgets of the

the year 1872-73, and which the Govt. would, under other circumstances, probably have been forced to sanction.

2. Some of the new tolls proposed to be levied under Act. IV of 1871 are however unobjectionable and these will be retained. They are

(1.) those proposed for the Sydapet and Chingleput Circles; which are traversed by expensive arterial lines accommodating large external traffic converging on the Presidency town, and where the operations of the tolls can easily be watched;

(2.) that proposed to be levied at the Sydapet bridge



bridge in Trichinopoly, a costly structure on an important line of road, and within easy reach of redress for oppression.

(3). that at Rumatonda in Bellary, situated at the station of a European and Native Magistrate on the main road from Bangalore northwards, and in a circle the funds of which are inadequate to its needs.

The tolls levied under former Acts, some of which have now been brought under Act IV of 1871, and the customary tolls now in force on the western Coast will be retained, but all others will be disallowed in the budgets

budgets now before Govt. The new tolls retained are expected to yield Rs. 34,720.

3. In consequence of these determinations, grants equivalent to the net proceeds of the proposed tolls and amounting to Rs. 100,030, and further grants amounting to Rs. 105,000 will be made to the Circles specified in the Statement appended to this order. The total of the Lump grants from Provincial funds will thus be raised to Rupees 1143,830.

4. Under recent orders, the charges against Imperial Ordinary, Provincial, Local and Special Funds for Public Works Department



Establishment will be ratably proportioned to the actual expenditure from each class of funds. The system of fixed grants from local funds which is prescribed in the Local Fund Rules is now inapplicable, and the Rules must be revised. paras 3 to 4

5. In his letter dated 12th Dec. 1871 No. 2306 recorded in G.O. Financial dated 15 Jan. 1872, No. 30, ~~paras 3 to 4~~ the Controller of Public Works Accounts requests instructions as to the mode of raising debits for establishments and tools and plant against Provincial, Local and Special funds. The Govt.

are

are of opinion that this should be done as follows.

6. When the aggregate expenditure on establishments in any given month is known, the share of extraordinary (calculated as at present under the orders it is presumed of the Supreme Government and including the Chief Engineer for Irrigation) and the actual outlay under the head "Establishments" for railways and Civil Engineering College which appertains to Imperial Ordinary, are to be excluded. The remaining sum which will include all so called General Charges, is to be distributed rateably with reference to the outlay on works by departmental agency from Imperial Ordinary, Provincial, Local, and Special Funds. The shares

shares thus ascer-
-tained to be pay-
-able by Local and
Special Funds as
aggregates, will have
to be further distributed
on the same principle
so as to make out
the charge against each
local fund Circle, and
each Special Fund.

(iii) Charges
incurred for Esta-
-blishment in par-
-ticular ranges
are never to be
made the basis of
debit against particular
Circles.

For

5 7

§ 7. For 1871-2 the system of fixed grants was adopted for local fund contributions for the Establishments, and a sum of Rupees 83,690 was provided in the budget of the year. This sum, there is little doubt will fall considerably short of the rateable share of local funds. The shares of each class of funds being ascertained in the manner above prescribed, the deficiency in the provision from local must be met from provincial funds. When framing the accounts for the last months of the year the Controller of Public Works accounts will report the amounts. On the fixed grant principle, each local fund circle will pay for 1871-2 the sum assigned as its share in the general budget now under preparation by the Board of Rev.

§ 8. The charges for tools and plant (Indian Expenditure) should be lumped in each range together and distributed

~~range between the~~ ~~establish-~~
~~ment~~ proportionally to the
outlay therein for works from
each class of funds - Where ranges
in two or more Circles the aggregate
charge for tools and plant
against local funds.
will be distributed by the Con-
troller according to the outlay
in each Circle

10 - To carry out the
above system, the local fund
rules must be altered. The
opinions of the Board of Revenue
and the Controller of P. W. accounts
are requested on the following
proposed modifications -

The following rule to be
substituted for Rule XXXVII

1. The local funds
will be charged with a ratea-
ble share of the cost of the
establishment P. W. D which
shall

17 6

shall be computed with reference
to the whole outlay on works,
other than extraordinary by Officers
of the department; the expenditure
on works from each local fund
and the whole cost of the Estab-
lishment not chargeable
under orders of Government; to
particular heads of service.

2. In making budget
provision for the charge the
local fund heads will be the
sums bearing the same ratio
to the budgetted expenditure on
works, as in the sanctioned budg-
get of the current year. When
later in the year, the sums
which will probably be expended
from imperial, provincial and
special funds on works, and the
probable cost of Establishment
are ascertained, the provision
to be made for the charge against

local

local funds, to be distributed among the several Circles in the general budget in the ratio of the estimated expenditure by officers of the departments, will be communicated by Government to the Board of Revenue.

3. The actual debits against each circle shall be made by the Controller monthly in the manner above prescribed. He shall forward each month to the Board of Revenue and to the Accountant General a statement showing the debits against each circle. The amounts will then be placed at the disposal of the L. W. D.

XXVIII. Omit the words "the sums so computed shall be fixed grants".

11. There appears no necessity to alter or add to the rules on the subjects of tools and plants.

The

12. The Government take this opportunity of requesting the Board of Revenue to state their opinion as to what powers of sanctioning allotments from the reserves or unappropriated balances should be allowed to local fund boards. The point is not provided for in the rules; but such sanctions appear to be constantly given.

13. The Government have now to determine the sum which should be provided in the general local fund budget for 1872-3 for L. W. establishments. This has to be settled with reference to the probable actual outlay on works from the grants made from the general funds. It may be assumed that

the

the grants which have been made from Imperial Ordinary and Provincial funds will be fully employed. The o May be ~~included in~~ from special funds may be assumed at Rs. 180,000. The actual expenditure from the grants made from local funds has always fallen short. The extent to which the grants is utilized during the three years 1868-9 to 1870-1 is shown in the margin. The ~~Estimate for~~ Expenditure on local works by the P.W.D. under the budget for 1872-3 amounts to Rupees 3,14,510. The reserve which will probably be allotted for expenditure during the year is Rs. 2,40,370. The whole allotment will therefore be Rs. 3,55,880. Eighty per cent of which is Rs. 2,88,700. allowing for the improvements which is apparent in the proportion of outlay, and for allotments from possible unexpended balances, the expenditure will probably be about 30 lakhs.

| | Per cent. |
|---|---|
| 1868-9. - - - | 72.75. |
| 1869-70 - - - | 74.52 |
| 1870-71 - - - | 79.93. |

2868702

12 The P. W. D. budget for establishment is Rs. 2,05,600. Excluding the sum taken to extraordinary Rs. 2,018.00 and the cost of the Civil Engineering College to be added to the share of Imperial Ordinary, the sum to be distributed between Imperial Ordinary, Provincial local and special funds, as shown below is in round numbers Rs. 18,33,500.

| | Outlay on works. | Establishment |
|---|---|---|
| Imperial Ordinary | 19,20,000 | 5,84,800 |
| Provincial | 9,20,000 | 2,80,200. |
| Local. | 30,00,000 | 9,13,700 |
| Special | 18,0,000 | 54,800. |
| | 60,20,000 | 18,33,500. |

A

A larger share has been provided by the P. W. D. from Imperial Ordinary. Deducting from the local fund share the sanctioned cost of petty establishment as entered in the P. W. D Budget (Rs 121610). The sum to be divided amongst local fund circles for General Establishment is Rs 792290. The requisite distribution will be made in the general budget and the detailed orders on each budget now about to issue. —

H. S.



| | Grant in lieu of Tolls. | New Grant. |
|---|---|---|
| 1. Chittoor | 5.000 | 1.000 |
| 2. Vizagapatam | " | 1.000 |
| 3. Narsapatam | " | 1.000 |
| 4. Rajamundry | " | 12,000 |
| 5. Guntoor | " | 10,000 |
| 6. Nellore | " | 5.000 |
| 7. Pennakonda | " | 5,000 |
| 8. Sydapett | " | 1.000 |
| 9. Chittoor | " | 10.000 |
| 10. Cuddalore | 15,000 | 2.000 |
| 11. Virdachalum | 19.990 | " |
| 12. Trichinopoly | 28,500 | 6,000 |
| 13. Tinnevelly | " | 6.000 |
| 14. Shermadevi | " | 6.000 |
| 15. Dindigul | 12.000 | 8.000 |
| 16. Salem | 13.900 | " |
| 17. Cossoor | 5.520 | " |
| 18. Neilgherries | " | 1.000 |
| 19. Calicut | " | 20,000 |
| 20. Canara | 8,920 | 10.000 |
| | 1,08,830 | 1,05,000 |

Govt. of {1872} Madras.
Jud.

To The Bd. of Revl. &c.

Dated 20 March 1872, No. 336.
Recd.

Nos. 163-

Making certain new grants and grants in lieu of tolls, ~~from Provincial Funds~~, to the L. F. Circles specified, from Provincial Funds.

Rea 1070, 4/72