M.R.O. 1—77,000—8-6-37.

(1) Number of pages 28

(2) Date of repair 7-11-40

(3) Initials of the Referencer

MADRAS RECORD OFFICE.

Government of Madras.

Financial DEPARTMENT.

G.O. No. 144 Press / Mis.

Dated 24-1-1876.

Not to be folded or roughly handled

Credit-Note System.

No. 214. Read the following letter from Lieutenant-Colonel C. S. HEARN, Inspector-General of Police, to the Honorable W. HUDLESTON, Chief Secretary to Government, Fort St. George, dated Madras, 12th January 1876, No. 161:—

With reference to G.O., No. 1824, dated 30th June 1875, Public Works Department (Financial Order, No. 1451, dated 9th July 1875,) I have the honor to forward correspondence noted in the margin with the Consulting Engineer for Railways.

Letter from Consulting Engineer, No. 1244, dated 9th September 1875.
Letter to Accountant-General, No. 4630, dated 16th September 1875.
Letter from Accountant-General, to Collector of Tanjore, No. 6406, dated 17th September 1875.
Letter from Consulting Engineer, No. 1620, dated 4th December 1875.
Letter from Agent, South Indian Railway, No. 1034, dated 1st December 1875.
Letter from Auditor, South Indian Railway, No. 2004, dated 9th October 1875.
Letter from Bank of Madras, No. 44, dated 10th January 1876.

2. Under the orders above quoted forms of Credit-Notes were issued to all Superintendents of Police with directions for their use.

3. Credit-Notes presented at stations on the Madras Railway have been collected and forwarded through the Bank daily to the Chief Office of the Inspector-General, when a cheque for the amount has been sent in favor of the Secretary and Treasurer, Bank of Madras, to whom the Railway Company endorse the notes.

4. With the South Indian Railway however a difficulty arose regarding payment. The Bank of Madras expressed its willingness to collect and receive payment for the notes as in the case of Madras Railway if such was made at Negapatam, but that if payment was to be made at Madras the usual exchange between the two places would be charged.

5. The matter was referred to the Accountant-General as this Department has no account with the Branch Bank at Negapatam, and that officer issued instructions to the Collector to direct the Agent of the Bank at Negapatam to pay the notes on presentation *after being accepted* by the Inspector-General of Police.

6. The Agent to the South Indian Railway objects to this procedure on the ground that it does not differ much from the former method under which monthly bills were sent to the Chief Office of Inspector-General for payment.

7. The order of Government directs that payment shall be made on demand without deductions. This course is pursued in the case of the Madras Railway, all objections to charges being made after payment of the notes on demand.

G.O., No. 377, dated 25th March 1875, P.D.

8. Notes to a considerable amount have accumulated at Negapatam, and it is desirable that the question of payment on presentation by the Branch Bank should be settled to prevent further difficulties.

Proceedings of the Madras Government, Financial Department,
24th January 1876.

No. 52.

Transferred to the Public Works Department for decision as to the requirements of the Credit-Note System.

FORT ST. GEORGE,
13*th January* 1876.

(Signed) W. HUDLESTON,
Chief Secretary.

No. 215. No. 26.

MEMORANDUM.

Retransmitted to the Financial Department with intimation that the Credit-Note System does not necessarily require that the countersignature of the Inspector-General of Police should be obtained. The requirements of that system will be sufficiently met by the signature of the responsible Police Officer who indents for tickets, &c.

FORT ST. GEORGE,
21*st January* 1876.

(Signed) G. W. WALKER, Major-General, R.E.,
Secy. to Govt., P.W.D.

No. 216. ORDER THEREON, 24th January 1876, No. 144.

Communicated to the Inspector-General of Police and to the Accountant-General.

(True Extract.)

Chief Secretary.

To the Inspector-General of Police.
" Accountant-General.
" Public Works Department.

Exd. T. O'Connor.

Govt. of Madras. 1876.

FINANCIAL.

To

The INSPECTOR-GENERAL of POLICE,
&c., &c., &c.

Dated January, 24th.

Issued

Recd.

Encl.

G. O., 24th January 1876, No. 144.

JANUARY.
Nos. 214—216.

Credit-Note System.—Endorsement of the Public Works Department intimating that the requirements of this system would be met if the notes were signed by a responsible Police Officer, communicated to the Inspector-General.

5

RAILWAY DEPARTMENT.

Consulting Engineer's Office,
Madras, 9th September 1875.

No. 1246.

From

Lieut.-Colonel J. H. M. SHAW STEWART, R. E.,
Consulting Engineer for Railways,

To

The Inspector General of Police
Madras

Sir,

Enclosures.

With reference to your letter No. 4437, dated 4th September 1875, I have the honour to request that you will be so good as to let me know whether the amount due on the credit Notes issued by the Police Department will be payable by the Police authorities in Negapatam or by your Office in Madras. If the former then the Bank there will be instructed by the Secretary and Treasurer to collect and receive all Credit Notes payable to the South Indian Railway, but if they are payable in Madras they can be received in Negapatam only on pay-

-ment

ment of the usual exchange between the two places.

I have the honour to be
Sir
Your most obedient servant

Lieutenant RE, Captain
for Consg. Engineer for Rys.

RAILWAY DEPARTMENT.

187 .

From
The Consulting Engineer
for Railways,

To
The Accountant General
Fort
Madras

Dated
Received 2nd Sept. 1875.

No. 1244

Enclosures.

Requests
Cross cheques if
Sanction not received
at Beach in time
Explanation

Chief Office of the Inspector General
of Police,

No. 4630

Madras, 16th September 1875.

From

The Assistant Inspector General of Police.

To

The Accountant General
Fort St. George

Sir,

Enclosures.

With reference to G. O. No. 1824 dated 30th June 1875 I have the honor to forward copies of correspondence noted in margin and to request that you will inform me if payments for the Credit Notes can be made at Negapatam by Cheques on the Bank of Madras or if the usual exchange can be passed for amount of notes called there.

Letter from	Agent	No. 4718	dt. 24th Augt. 1875
" to	Do	No. 4294	dt. 27th do
" from	Do	No. 5970	dt. 4th Sept. 1875
" to	Consulting Engineer	No. 4437	do.
" from	Do	No. 1244	dt. 9th do.

The Agent states that the notes

of this Department are made payable at Negapatam, where this Department has no account, and if made payable in Madras the exchange between the two places will be charged.

There is no Police Officer at Negapatam provided with funds to make payment of any cost.

I have the honor to be
Sir
Your most obedt. Servt.
(Signed) W. Robertson
Asst. Inspr. Genl. of Police

(True copy)
W Robertson
Asst. Inspr. Genl. of Police

Apr 24/26

No. 5206 1875 9

Resource Department.

Fort Saint George,
Accountant General's Office,
17th September 1875.

From The ACCOUNTANT GENERAL, MADRAS,
To The Collector of Tanjore

Vide { your / this } { Proceedings / Office Letter / Memo. } No. dated 187 .

The undersigned has the honor to request that you will instruct the Agent Bank of Madras at Negapatam to make payments to the Agent South Indian Railway Company on presentation of their Credit Notes duly accepted by the Inspector General of Police Madras and to debit the Amount to "Police" under "Provincial Services".

(Signed) R Maclorick
Accountt. General

Copy forwarded to the Inspector General of Police Madras with reference to his No. 1630 dated 16th instant.

T. Krishna Moorthy Iyengar
Assist to the Accountt General

Copy to Bank of Madras Negapatam. 11/11/25

Compared

RAILWAY DEPARTMENT.

Consulting Engineer's Office,
Madras, 4th December 1875.

No. 1620.

From

Lieut.-Colonel J. H. M. SHAW STEWART, R. E.,
Consulting Engineer for Railways,

To

The Inspector General of Police
Madras

Sir,

Enclosures.

× upon letter from Accountant General No. 6406- dated 17th September 1875 No. 1034 - 1 et dated December 1875

Referring to previous correspondence ending with your endorsement No. 4676 dated 18th September 1875, I have the honour to forward for your information copy of a letter with enclosure from the Agent of the South Indian Railway, and to request that you will be so good as to arrange with the authorities of the Bank of Madras for the acceptance at Negapatam of the credit Notes in the shape in which they are presented to the Company.

I have the honour to be
Sir
Your most obedient servant

V. Mantheard Lieut.-Col., R.E.,
Cons. Engineer for Railways.

South Indian Railway

No. 1034 Agent's Office 3

Negapatam, 1st December 1875

From,
The Agent,
South Indian Railway

To,
The Consulting Engineer for Railways
Madras.

Sir,

In compliance with the request contained in your letter No. 456 of the 7th July last instructions were issued for the acceptance at stations on this Company's line of requisitions for tickets from the Police Department.

The Inspector General of Police was addressed regarding the acceptance at the Government Treasury Negapatam of such requisitions as Credit Notes, without however the desired result having yet been attained.

I attach copy of a letter which the Chief Auditor addressed

to

Railway Department.

1875.

From
The Consulting Engineer
for Railways,

To The Inspector of Police

Dated 4th December 1875.
Received

No. 7620

Enclosures.

Regarding the acceptance of credit notes.

Rly 224 1/76

to the Acting Agent on the 9th of October last, and shall feel obliged if you will arrange for definite instructions being sent to the Officer in charge of the Treasury at this station, for the acceptance of the Credit Notes in the shape in which they are presented to this Company.

Shaw & Co.

p.p. James Smith
for Agent.

South Indian Railway - Letter from the Chief Auditor to the Actg. Agent d/ Negapatam 9 Oct: 05. No 2004.

I beg to bring to your notice that upon presentation of the credit Notes which have been introduced for payment on account of transactions between Govt Depts & the Ry(coy) at the Bk of Madras here I have been informed that these cannot be cashed until countersigned either by the Comdt. Officer & Bisby in the case of Military carriage, & by the Supt. Govt of Police in cases where the note has been presented by members of that force. If this view be correct, so far as the Ry Coy is concerned. I fail to see any advantage in the Credit Note system. Previously we have submitted monthly bills to the several depts concerned, & if Credit Notes have to bear the countersignature of the heads of these depts. I presume we shall still have to pursue the same course.

I have always been under the

the impression that this system was introduced to prevent the accumulation of "outstandings"; & that the Note was of the "nature of a cheque" drawn upon the Govt: of India & therefore payable at any Treasury at which it might be presented.

From the instructions which the Agent of the Bank here, where the Treasury business is transacted has received, this would appear not to be correct, but that the same course will have to be followed as was pursued under the old plan of monthly bills, vouched for by warrants.

I presume this intention, because it is not probable that a separate presentation of each Credit Note received, to the Hd of Dept concerned, could have been contemplated, as sometimes the cost of postage alone would form an appreciable percentage on the amt of the Notes sent (especially in the case of the Police Dept) as they are individually for small sums.

of

Of the seventeen Credit Notes which have been presented, only two are for sums above one rupee & 13 annas are for sums varying from four to eight annas. I shall be glad to receive your instructions as to the course to be pursued under these circumstances. The Credit Note system has always been regarded as something different from that pursued before, & was intended to be a more convenient one. In what manner these ends are obtained is not apparent to me, if the instructions given to the Agent of the Bk of Madras are to be acted upon.

/ True Copy /
Ed. Jamieson
for Agent.

Agent's Office
Negapatam
Dec 1/75

/ True Copies /
Thos. A. Doyle
Asst. to the Cons: Inf: Forces

17

No. 44.

Bank of Madras. 19

Madras 10 January 1876.

The Assistant Inspector General
of Police,
Madras.

Sir,

With reference to your letter No 43 of 6th Instant, I have the honor to hand you enclosed a copy of a letter addressed by the Bank on 4 Septr last, to the Consulting Engineer for Railways, on the subject of the receipt at our Negapatam Branch of the Credit-Notes of the South Indian Railway Company.

The enclosures received with your letter under reply are returned herewith.

I have the honor to be,
Sir
Your Obedient Servant

Secretary & Treasurer.

Mc 274 1/16

1876 Deptt:

Enclosures

In a letter from the Inspector General of Police dated Madras 12th January 1876 No: 161

Correspondence regarding Credit-Notes System

24/1/76

280 to 44

1P

23

No. 161 *Chief Office of the Inspector General of Police,*

Madras, 12th January 1876.

From

The Inspector General of Police,

To

The Chief Secretary to Government Fort Saint George.

Sir,

Enclosures. 7

With reference to G.O. No: 1824 dated 30th June 1875. P.W.D. (Financial Order No: 1451 dated 9th July 1875) I have the honor to forward correspondence noted in the margin with the Consulting Engineer for Railways.

Letter from Consulting Engineer	No: 1241	dated 9th	September 1875
do to Accountant General	1630	" 15th	do
do from do to Collector Tanjore	6406	" 17th	do
do do Consulting Engineer	1620	" 4th	December 1875
do do Agent South India Railway	1034	" 1st	do
do do Auditor	do	2004	" 9th October 1875
do do Bank of Madras		44	" 10th January 1876

2. Under the orders above quoted forms of Credit notes were issued to all Superintendents of Police with directions for their use.

3. Credit notes presented at Stations on the Madras Railway have been collected and forwarded through the

the Bank daily to the Chief Office of the Inspector General when a cheque for the amount has been sent in favour of the Secretary and Treasurer Bank of Madras to whom the Railway Company endorse the notes.

4. With the South India Railway however a diffiedty arose regarding payment. The Bank of Madras expressed its willingness to collect and receive payment for the notes as in the case of Madras Railway if such ~~a~~ was made at Negapatam but that if payment was to be made at Madras the usual exchange between the two places would be charged.

5. The matter was referred to the Accountant General as this Department has no account with the Branch bank at Negapatam and that officer issued instructions to the Collector to direct the Agent of the Bank at Negapatam to pay the notes on presentation after being accepted by the Inspector General of Police.

6. The Agent to the South India Railway objects to this procedure on the ground that it does not differ much from the former method under which monthly Bills were sent to the Chief Office of Inspector General for payment.

G.O. No: 377 dated 25th March 1875 P.D.

7. The Order of Government directs that payment shall be made on demand without deductions. This course is pursued in the case of the Madras Railway, all objections to charges being made after payment of the notes on demand.

8. Notes to a considerable amount have accumulated at Negapatam and it is desirable that the question of payment on presentation by the Branch Bank should be settled to prevent further difficulties.

I have the honor to be,
Sir,
Your most Obed! Servt,

Inspector General of Police

Despt 1/2 No 339-340
1st Inv. 5-8-
Pub: Dept. .. 25th March/75 .. 377
Trial Bal. 31st Dec. 1874 - July/75 on Pg 330 =
June/75 No 600-601

Despt Genl
15 January 1876

Forwarded to the Financial Dept. with intimation that the Credit Note System does not necessarily require that the counter signature of the Inspector General of Police should be obtained. The requirements of that system will be sufficiently met by the signature of the responsible Police Officer who indents for tickets &c.

Brass Band to Dept. 252

Cir 17-1-76

7th Movement 1876 Dept.
(Credit Note System)

From No 274

The Inspector General of Police,

To

The Chief Secretary to Government Fort St George

Dated 12th January 1876

Rec'd 13. No. 161 & 7

Rec'd 14th

Forwards for orders correspondence about Credit Notes System.

With [illegible]

Returned signed.

No. 26.

40

Retransmitted to the Financial Dept. with intimation that the Credit Note System does not necessarily require that the counter signature of the Inspector General of Police should be obtained. The requirements of that system will be sufficiently met by the signature of the responsible Police Officer who indents for tickets &c.

Brass Band

Secretary to Govt Mad
24 January 1876. No 46

Credit Note System
21 January 76

I.G. of Police &c &c
Asst. Secy.

To the Ins. Genl. of Police
" Asst. Secretary
" Public Works Dept

} Despt 1/2
} 6 & 8 & 10

Govt. of Madras. 1876

Financial

G.O. 26 January 1876, No. 166

Nos. 214-16

Credit Note Systems

Endorsement of the Public Works Department stating that the requirements of this system would be met if the notes were signed by a responsible Police Officer, communicated to the Inspector General.

No. 214