20-9-05 ✓
28-2-06 ✓
20-5-07 ✓
13-10-08 ✓
7-4-10

31-8-16 ✓
27-5-18 ✓

Financial (1897) Department.

ORDINARY PRINTED.

G.O., No. 868

DATED 26-10-97

INDEXED.

13/3

[Despatch Abstract.]

Security from Public servants.

Cancelling para 4 of G.O. No. 334 Jud
& 14.5.96 so far as it relates to Bank
of Madras deposit receipts; but stating
that the security deposits of Govt servants
already lodged in the Bank will be
allowed to continue until the expiry
of the ~~term~~ of each deposit.

BACK PAPERS.

G.O.	No.	Department.	Date.	G.O.	No.	Department.	Date.

FURTHER PAPERS.

G.O.	No.	Department.	Date.	G.O.	No.	Department.	Date.
~~G.O.~~ Cir.							
3205/98							
1108	2279	Jud.	15-11-98				
24-11-98							
	4297		3-11-98				

Government {1897} of Madras.

FINANCIAL.

Recd. } 1897. *Enclosures*

Regd. *Spare copies*

G.O., No. 868, 26th October 1897.

OCTOBER.

Security from Public Servants.

Cancelling paragraph 4 of G.O., No. 334, Financial, dated 14th May 1896, so far as it relates to Bank of Madras deposits receipts; but stating that the security deposits of Government servants already lodged in the Bank will be allowed to continue until the expiry of the term of each deposit.

GOVERNMENT OF MADRAS.

FINANCIAL DEPARTMENT.

Read—again the following papers:—

G.O., No. 1207, Financial, dated 16th September 1882.

Abstract.—Communicating Resolution of the Government of India regarding the form of security bonds to be taken from treasurers in Government employ.

G.O., Nos. 2929, 2930, Financial, dated 22nd December 1883.

Abstract.—Exempting, as a class, all shroffs drawing not more than Rs. 20 monthly from the operation of Government of India Resolution, No. 3454 of 1882, and permitting them to find security in any form most convenient; also directing that effect be given to the Accountant-General's suggestion respecting the security to be furnished by officers to be hereafter appointed.

G.O., Nos. 2684, 2685, Financial, dated 19th November 1884.

Abstract.—Expressing opinion that the form of security bond prescribed by the Indian Guarantee and Suretyship Association, as now modified, may be safely accepted; and forwarding copy of these Proceedings to Government of India for information.

G.O., Nos. 502, 503, Financial, dated 6th July 1895.

Abstract.—Directing, in supersession of all previous orders on the subject, that the policies of the Indian Guarantee and Suretyship Association shall not be accepted as security from any class of Government officers; requiring officers who have been allowed to deposit these policies to replace them by substantial security within six months from the date of receipt of this order; and forwarding copy of the Proceedings to the Government of India.

G.O., No. 638, Financial, dated 29th August 1895.

Abstract.—Communicating to the Agents of the Sun Life Assurance Company of India (Limited) Proceedings, Revenue Department, declining to accept the policies of the said company as security for the conduct of Government servants.

G.O., No. 334, Financial, dated 14th May 1896.

Abstract.—Informing the Agents of the Indian Guarantee and Suretyship Association and the Sun Life Assurance Company of India of the objections which preclude the acceptance of their policies as security for the conduct of public servants; and extending to one year the period of six months fixed for policies being replaced by substantial security.

G.O., No. 644, Financial, dated 29th September 1896.

Abstract.—Passing orders on Proceedings of the Board of Revenue (Land Revenue) communicating to Collectors Government Order, Financial Department, informing the Agents of the Indian Guarantee and Suretyship Association and the Sun Life Assurance Company of India of the objections which preclude the acceptance of their policies as securities for the conduct of public servants and extending to one year the period of six months fixed for policies being replaced by substantial security.

Read—also the following papers:—

From F. C. HARRISON, Esq., Officiating Accountant-General, to the Chief Secretary to Government, dated Fort St. George, 13th July 1897, No. 2137.

With reference to paragraph 4 of G.O., No. 334, Financial, dated the 14th May 1896, which directs that cash (including Bank of Madras deposit receipts) or its equivalent in promissory notes should be accepted as security from public servants, I have the honour respectfully to state that the opening of separate accounts outside the general account of Government is opposed to article 703 of the Civil Account Code.

2. The Comptroller-General has specially directed that security deposits as such should not be so held, but that the money should be lodged in the Postal Savings Bank whenever possible. If not, it should be converted into promissory notes.

3. In the circumstances, I have the honour to request that Government will be pleased to cancel the order in question so far as it relates to Bank of Madras deposit receipts or to obtain the sanction of the Government of India to the opening of the account referred to above.

Memo. No. 1646.

The Accountant-General is requested to be so good as to report the extent to which Bank of Madras deposit receipts have already been accepted as security from Government servants.

5th August 1897. (Signed) J. F. PRICE,
Chief Secretary.

Proceedings of the Board of Revenue (Land Revenue), Mis. No. 3036, dated 14th August 1897.

Read—the following papers:—

From H. D. TAYLOR, Esq., Acting Collector of Ganjám, to the Secretary to the Commissioners of Land Revenue, dated Chatrapur, 29th May 1897, R.C. No. 1123-Acc.

I have the honour to submit the following for the orders of the Board.

2. The Deputy Tahsildar of Aska had to give a security of Rs. 3,000 as Sub-Treasury officer; and he deposited Rs. 500 in the Postal Savings Bank and Rs. 2,500 in the Bank of Madras, Tuticorin, in favour of the Collector. The latter deposit has been accepted under Board's Proceedings, No. 295 (Land Revenue), dated 3rd August 1896.

3. The Accountant-General now objects to the opening of a separate account outside the general account of Government in the Bank of Madras on account of security deposits and draws attention to article 703 of the Civil Account Code. A copy of the Accountant-General's letter No. 1561, dated 19th May 1897, is enclosed.

4. The Board's orders as to the acceptance of Bank of Madras receipts as security seem to clash with article 703 of the Civil Account Code. I therefore request that I may be informed whether I am to close the account with the Bank of Madras, Tuticorin, as requested by the Accountant-General.

Enclosure.

From W. H. MICHAEL, Esq., Officiating Accountant-General, to the Collector of Ganjám, dated Fort St. George, 19th May 1897, No. 1561.

In reply to your letter No. 741, dated the 10th May 1897, I have the honour to inform you that the opening of a separate account outside the general account of Government in the Bank of Madras on account of security deposits is objectionable and cannot be permitted (*vide* article 703, Civil Account Code).

2. I request therefore that you will close the account as soon as possible and transfer the deposit to the District Postal Savings Bank in sum of not more than Rs. 500 opening as many accounts as are necessary.

3. Kindly report to me the fact of your having done so.

Reference thereon, dated 16th June 1897.

Referred to the Accountant-General for favour of remarks as to whether a separate account on account of security deposits may not be opened in the Bank of Madras with special sanction under Rules II and IV of article 703 of the Civil Account Code. It will be seen from G.Os., Nos. 304 and 334, Financial, dated 29th April 1896, and 14th May 1896, that the Government has permitted the acceptance of the Bank of Madras deposit receipts as security from public servants, and that the receipts are to be made out in favour of the Collector of the district for the time being.

From F. C. HARRISON, Esq., Officiating Accountant-General, to the Secretary to the Commissioners of Land Revenue, dated 25th June 1897, No. 1928.

With reference to your reference on No. 2730, dated the 16th June 1897, I have the honour to state that, under article 703, Civil Account Code, the sanction of the Government of India is necessary for the opening of separate accounts outside the general account of Government. The Comptroller-General has specially directed that security deposits as such should not be so held, but that the money should be lodged in the Post Office Savings Bank.

2. Should the transfer of the amounts in question to the Postal department be objectionable, they may be converted into promissory notes.

From J. TWIGG, Esq., Collector of Madura, to the Secretary to the Commissioners of Land Revenue, dated 17th July 1897, R. on C. No. 2079-Gl.

I have the honour to submit, for the orders of the Board, copies of the correspondence with the Accountant-General in regard to the opening of separate accounts with the Bank of Madras in the name of the Collector on account of securities furnished by certain Deputy Tahsildars in the shape of Bank of Madras deposits. In G.O., No. 304, Financial, dated 29th April 1896, and Board's Proceedings, No. 295, dated 3rd August 1896 (paragraph 1), it has been ordered that the Bank receipts should be made out in the name of the Collector of the district for the time being. But as the Accountant-General objects to this procedure, I request to be favoured with the orders of the Board. The Accountant-General suggests that the amounts should be drawn and deposited in the Postal Savings Bank in sums of not more than Rs. 500 each opening as many accounts as are necessary for each of the Deputy Tahsildars. As to this latter course, it is understood that, under the rules in force at present, more than one account is not allowed for one work, contract or service, and that the officer required to furnish security in sums exceeding Rs. 500 cannot be allowed to deposit in the Postal Savings Bank more than Rs. 500 in cash as security.

2. If the Bank of Madras deposits are now to be withdrawn, the depositors will lose interest on their deposits from the date of the payment of the sums into the Bank up to the date of withdrawal, interest having been stipulated to be paid on the understanding that the deposit is not withdrawn within one year.

Enclosures.

Copy of communication from the Officiating Accountant-General, to the Collector of Madura, dated Fort St. George, 23rd April 1897, No. 1282.

I have the honour to state that in the statement of balances had by the Bank of Madras audits branches, on the 31st March 1897, at credit of Government officers in their official capacity, four different items of Rs. 1,000, 3,000, 1,500 and 3,000 are shown as fixed deposits at the Bank of Madras here in your favour, and to request that you will be good enough to inform me whether permission has been obtained for opening these accounts, and whether they cannot be dispensed with.

2. The nature and object of each account should be clearly stated.

Copy of communication from the Collector of Madura, to the Accountant-General, dated 8th May 1897, Dis. No. 1783.

In reply to your letter No. 1282, dated 23rd April 1897, I have the honour to state that the four items of deposits in the Bank of Madras therein referred to are the security deposits made by the Deputy Tahsildars in the zamindari tracts of this district, as security required by Standing Order No. 255 for their being in charge of sub-treasuries, and that they cannot therefore be dispensed with. This was done under the authority of Government conveyed in G.O., No. 304, Financial, dated 29th April 1896, embodied in Board's Proceedings, No. 195, dated 4th June 1896, copy herewith sent.

2. A memorandum showing the nature and object of each account is enclosed.

Enclosure.

Memorandum giving the particulars in respect of the fixed deposits in the Bank of Madras.

Consecutive number.	Amount of deposit.	Name of the depcsitor.	Object of the security.	Nature of security.	Date of deposit.
	Rs.				1897.
1	1,000	C. Chockalingam Pillai.	For the office of the Deputy Tahsildar of Tirushuli.	Madras Bank deposit.	..
2	3,000	T. Thiagarama Iyer.	For the office of the Deputy Tahsildar of Sivaganga.	Do.	..
3	1,500	S. Muttusundram Iyer.	For the office of the Deputy Tahsildar of Tiruppattúr.	Do.	4th Feb.
4	3,000	T. Kothandaram Aiyar.	For the office of the Deputy Tahsildar of Ramnad.	Do.	16th Feb.

Copy of communication from the Accountant-General, to the Collector of Madura, dated 12th May 1897, No. 1498.

In reply to your letter No. 1783, dated the 8th May 1897, I have the honour to inform you that the opening of separate accounts outside the general account of Government in the Bank of Madras on account of security deposits is objectionable and cannot be permitted.

2. I request therefore that you will close them as soon as possible and transfer the deposits to the District Postal Savings Bank in sums of not more than Rs. 500 opening as many accounts as are necessary for each of the Deputy Tahsildars.

3. Kindly report to me the fact of your having done so.

Reference thereon, dated 27th July 1897.

The undersigned has the honour to inquire what rate of interest is paid to Government servants lodging deposits in the Bank of Madras and in its branch banks by way of security for appointments held by such Government servants.

From the Secretary and Treasurer, Bank of Madras, No. 240, dated 31st July 1897.

With reference to your letter, No. 3488 of 29th instant, I have the honour to inform you that we are taking deposits fixed for twelve months at 3 per cent.

Resolution—Mis. No. 3036, dated 14th August 1897.

Submitted for the orders of Government.

2. In G.Os., No. 304, Financial, dated 29th April 1896, and No. 334, Financial, dated 14th May 1896, Government ordered that Bank of Madras deposit receipts might be accepted as security from public servants, provided that the receipts were made out in favour of the Collector of the district for the time being. Accordingly, the Deputy Tahsildar of Aska, who had to furnish a security of Rs. 3,000, deposited Rs. 500 in the Postal Savings Bank and Rs. 2,500 in the Bank of Madras, Tuticorin, in favour of the Collector. In his letter to the Collector of Ganjám, No. 1561, dated 19th May 1897, the Accountant-General objected, under article 703 of the Civil Account Code, to the opening of a separate account for security deposits outside the general account of Government in the Bank of Madras, and instructed the Collector to close the account with the Bank. Thereupon the Board in its reference, dated 16th June 1897, on G. R. No. 2730 of 1897, requested the Accountant-General to state whether a separate account, covering security deposits only, might not be opened in the Bank of Madras with special sanction under Rules I and IV of article 703 of the Civil Account Code. In the second paper read above, the Accountant-General states that the sanction of the Government of India will be necessary for adopting this procedure. He adds that the Comptroller-General has specially directed that deposits in Presidency Banks should not be permitted to be held as security, but that the money should either be lodged in the Post Office Savings Bank or converted into promissory notes. The Comptroller-General's reasons for rejecting deposits made in the Presidency Banks are not apparent.

3. The Board learns that the Bank of Madras pays for deposits renewable every twelve months only 3 per cent. which is $\frac{1}{2}$ per cent. less than the interest on Government promissory notes (disregarding premium) and $\frac{1}{4}$ per cent. less than that on Postal Savings Bank deposits. In these circumstances, the Board is of opinion that the purchase of Government promissory notes will be the best investment for Government servants who have to tender cash security, and accordingly recommends the withdrawal of the rule permitting security to be tendered in the shape of Bank of Madras deposits. It is suggested, however, that the deposits already lodged in the Bank may be allowed to stand for a full year so as to enable depositors to draw interest up to the date of withdrawal of the deposits.

(True Copies and Extract.)

(Signed) R. C. C. CARR,
Secretary.

To the Secretary to Government, Revenue Department.
" Collectors of Ganjám and Madura.

Endt. Mis. No. 4499.

Transferred to the Financial Department.

Ootacamund,
27*th August* 1897.

(Signed) G. STOKES,
Ag. Secretary to Government.

Endt. No. 1964.

Referred to the Accountant-General for favour of report as to whether there is any objection to the proposal contained in the last sentence of paragraph 3 of the Proceedings of the Board of Revenue (Land Revenue), Mis. No. 3036, dated 14th August 1897.

(By order.)

(Signed) A. R. KNAPP,
Acting Under Secretary.

22*nd September* 1897.

No. 2871.

Statement showing deposits in the Bank of Madras and its branches on account of security from Government servants.

By what officer.		Amount.	Remarks.
		Rs.	
Bank of Madras ..	The Collector of Trichinopoly ..	5,000	Security deposit of Treasurer, Trichinopoly Collector's office.
Tuticorin Branch..	" of Tinnevelly ..	1,000	Security deposit of B. Hanumantha Row, Deputy Shroff, Huzur Treasury.
" ..	" of Ganjám	2,500	Security deposit of M.R.Ry. P. Meenakshisundarum Pillai, Deputy Tahsildar of Aska.
Bimlipatam Branch.	" of Vizagapatam ..	1,500	Security deposit of G. Gurumurthy Chetty, Head Shroff, Huzur Treasury.
" ..	" of " ..	500	Security deposit of B. Tulusiram, Second Shroff, Huzur Treasury.
" ..	" of " ..	2,000	Security deposit of T. Govinda Row Pantulu, Deputy Tahsildar, Párvatípuram.
Negapatam branch.	" of Tanjore ..	200	Security deposit of Rajagopala Naidu, Shroff, Tiratturaippúndi taluk. The total amount of the security is Rs. 700, Rs. 500 of which is deposited in the Savings Bank.
	" of " ..	1,000	Security deposit of M.R.Ry. D. Samidos Pillai, Deputy Tahsildar, Arantanghi.
" ..	" of " ..	5,000	Security deposit of S. Ramasawmi Iyer, Huzur Treasurer, Tanjore.
" ..	" of Madura ..	1,000	Security deposit of C. Chockalingam Pillai, Deputy Tahsildar of Tirushuli.
Bank of Madras ..	" of " ..	3,000	Security deposit of T. Thiagarama Iyer, Deputy Tahsildar of Sivaganga.
" ..	" of " ..	1,500	Security deposit of S. Muthusundaram Iyer, Deputy Tahsildar of Tirupattur.
" ..	" of " ..	3,000	Security deposit of T. Cothundarama Iyer, Deputy Tahsildar of Ramnad.
" ..	" of " ..	650	Security deposit of P. Vasudeva Row, Acting Deputy Tahsildar of Pamban.
" ..	" of " ..		
		27,850	

Forwarded to the Chief Secretary to Government, Financial Department, with reference to his official memorandum No. 1646, dated the 5th August 1897.

Fort St. George,
16*th September* 1897.

(Signed) F. C. HARRISON,
Offg. Accountant-General.

From F. C. HARRISON, Esq., Officiating Accountant-General, to the Chief Secretary to Government, dated Fort St. George, 8th October 1897, No. 3111.

With reference to your endorsement No. 1964, dated the 22nd September 1897, inquiring whether I have any objection to raise to the proposal of the Board of Revenue to allow the security deposits of Government servants already lodged in the Bank to continue until the expiry of the term of each deposit, I have the honour to state that I have none.

Order—No. 868, Financial, dated 26th October 1897.

Paragraph 4 of G.O., No. 334, Financial, dated 14th May 1896, will be cancelled so far as it relates to Bank of Madras deposit receipts, but the security deposits of Government servants already lodged in the Bank will be allowed to continue until the expiry of the term of each deposit.

(True Extract.)

A. T. ARUNDEL,
Chief Secretary.

To the Accountant-General.
„ the Board of Revenue (all departments).
„ the Marine Department.
„ the Revenue Department.
„ the Public Works Department.
„ the Educational Department.
„ the Local and Municipal Department.
„ all heads of departments under the Chief Secretary.

Ext. C. M. Thambuswamy.

Financial (1897) Department.

CURRENT No. 2125

CHIEF SECRETARY
14 JUL 1897
GOVERNMENT OF MADRAS

From The Accountant General Madras

Memo No. 16467 5th August 1897.

~~Order~~

No. 2137

The Acct Genl: is requested to be so good as to report the extent to which Bank of Madras deposit receipts have already been accepted as security from Govt. servants

Dated 13 July 1897

Received 14th July 97

Registered

Enclosures

Spare copies

Ltr. 2/8/97.

Cwd. 2/8/97

Acctgenl (grt) desp'd 6/8/97.

SUBJECT.

Requesting that Govt will be pleased to Cancel the order, directing that Cash or its equivalent in Promissory notes should be accepted as Security from Public Servants, So far as it relates to Bank of Madras Deposit Receipts or to obtain the Sanction of the Govt of India to the opening of the account.

Ref. 6 Est Pay

BACK PAPERS.

G.O.	No.	Department.	Date.
	334	Fmc + papers	14.5.96 Augt

FURTHER PAPERS.

G.O.	No.	Department.	Date.

Financial

Revenue (1897) Department.

CURRENT No. 7166

Ref

There was a current on this subject lately recd. from the Accl Genl.
Where is it?

Cmds
4/9/97

2(16)

From

The Board of Revenue,
Land Revenue.

Genl. Dis. no. 4499 dated 13th Augt. 1897

~~Order~~

Transferred to the Financial department.

No. 3036 Dis.

Dated 14th August 1897

Received 19-8-97

Registered 20-8-97

Enclosures 7

Spare copies.

G. Clarke
Ag. Secy. to Govt.

SUBJECT.

Submitting for the orders of Govt. papers regarding the opening of separate accounts with the Bank of Madras on account of Security deposits & recommending the withdrawal of the rule prohibiting the acceptance of the Bank of Madras deposit receipts as Security from public Servants.

Copy forwarded,
27th Aug. 97.
Rect 1.9.97

Regd 2/9/97
Encls 7

To the Financial Dept.

Rec'd 31-8-97

BACK PAPERS.

G.O.	No.	Department.	Date

FURTHER PAPERS.

G.O.	No.	Department.	Date.

Financial (189 7) Department.

CURRENT No. 3184

From The Accountant General Madras.

Order

No. CHIEF SECRETARY 9. OCT. 1897 GOVERNMENT OF MADRAS

Dated 8 October '97

Received 9 — 10 — 97

Registered 11 — 10 — 97

Enclosures 1/ Attested with enn 2328, 2656 & 2914

Spare copies

SUBJECT.

Stating that there is no objection to the proposal of the Board of Revenue to allow the Security deposits of Government servants already lodged in the Bank to continue until the expiry of each deposit

C.H. 13.X.97

S.C. 2924-30 & 22-12-83
2372 " 17-10-83
1595 " 23-10-82
1207 " 16-9-82
Showpile.

BACK PAPERS.

G.O.	No.	Department.	Date.
R	827	Fml	28-1-97
Mis	191	"	1-3-97
"	77	"	27-1-97
"	644	"	29-9-96
"	334	"	14-5-96
"	307	"	29-4-96
Pub	638	"	29-8-95
"	582-3	"	6-7-95
	588	"	21-7-94
	252	"	2-4-91
	2923	"	16-12-84
	2682-5	"	19-11-87
	1314-5	"	12-6-82

FURTHER PAPERS.

G.O.	No.	Department.	Date.

ACCOUNTANT GENERAL'S OFFICE
21 SEP 97
MADRAS

246

Financial Dept.

C. Nos 2128, 2696, 2914

End. No. 1964 dt. 22nd Sept. 1897.

Referred to the Accountant General for favour of report as to whether there is any objection to the proposal contained in the last sentence of paragraph 3 of the proceedings of the Board of Revenue (Land Revenue) No. 3036 Mis dt. 14th August 1897.

(By Order)
A. D. Thrupp
Ag. Under Secretary

Cwd. 21.9.97

TO BE RETURNED WITH REPLY.

To.

The Accountant General
(with papers in original, to be returned)

C 21/10/7
R 22/10/7

Financial DEPARTMENT.

G.
500—17-5-97.

C. No. 2128 - 2696. 2914., 3184

~~H. E. THE GOVERNOR.~~
~~THE HON'BLE MR. BLISS,~~ Sir Henry W C.I.E.
~~THE HON'BLE MR. CROSE, C.I.E.~~

SUBJECT

Bank of Madras Deposit receipts as security from Govt servants.

Fin C 868 / 26-10-97

FOR ORDERS.

In para. 2 of its resolution recorded in G.O. No 1207 Fin. & 16 Septr 82, the Govt. of India ruled that without the special sanction of the Local Govt, in respect of any particular ~~class~~ case, or class of cases, the only form of security to be taken from treasurers or other officers of Govt who are entrusted with the charge of public money shall consist of promissory notes (including stock notes) of the Govt. of India. Under the powers vested in Local Govts by this resolution chuffs drawing not more than Rs 20 monthly were exempted from its operation and

G.O. No. 2929 Fin. dt 22-Dec-83.

Re closing of file C.O. 3,845/97

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Financial Dept.
No. 1
To
Sir H. Bliss

and were permitted to find security in any form most convenient. Preference was however to be given to the candidate ~~who was~~ prepared to furnish fixed promissory notes or stock notes as security. In 1884 the form of security bond prescribed by the India Guarantee and and Suretyship Association, as then modified, was accepted; but in July 1895 ~~it was~~ the policies of this Association were declared to be practically useless and ~~they were not~~ their acceptability ~~to be accepted~~ in future as security from any class of Govt officers. was forbidden.

In August following ~~it was~~ ~~decided that~~ the policies of the Sun Life Assurance Company of India were (considered) equally unsuitable as security for the conduct of Govt servants, and in para: 4 of G.O. No. 336 Fin., dt 14th May 1896, it was laid down that in future only cash (including Bank

G.O. No. 2684 Fin., dt 19th Nov/84.

G.O. No. 502 Fin., dt 6th July/95.

G.O. No. 638 Fin., dt 29th August 1895.

G.O. No. 644 Fin., dt 29th Sept/96.

C. No. 2128.

Bank of Madras deposit receipts) or its equivalent in promissory notes would be accepted as security from public servants. Subsequently in Sept. 1896 'Savings bank deposits' were added to the securities just mentioned.

2. The Accts. Genl, in the first ~~para~~ ~~of~~ ~~the~~ ~~letter~~ quoted above objects to 'Bank of Madras deposit receipts' being included among the securities which may be accepted from public servants on the grounds that art 703 of the Civil Account Code is opposed to the opening of separate accounts outside the general account, and that the Comptroller General has specially directed that security deposits as such should not be so held, but that the money should be lodged in the Postal Savings Bank wherever possible, or if not, ~~it should be~~ converted into Promissory notes. In the circumstances the Accountant General requests that para 4 of

of G.O. No. 336 Fink, D. 14th May 1896 may be cancelled so far as it relates to Bank of Madras Deposit receipts or that the sanction of the Govt. of India to the opening of the account referred to may be obtained. ~~It is~~

C. No 2914 gives the existing deposits in the Bank of Madras and its branches on account of Security from Govt. Servants. It will be seen that the total amount is Rs 27,850 made up of sums ranging from Rs 5000 to Rs 200

In C. No. 2696.

3 ~~matter~~ the Board of Revenue ~~has~~ submitted correspondence ~~with the second enquiry~~ read ~~above~~ in which the Accountant General

Fin. 18/XI/97

has raised a similar objection to Bank of Madras Deposit receipts being accepted as security in the case of certain Deputy Tahsildars in the Ganjam and Madura Districts. He desired that the Collectors concerned should close the accounts and transfer the deposits to the Postal Savings Bank or convert them into promissory notes. The Board states that the Comptroller-General's reasons for rejecting deposits made in the Presidency Banks are not apparent; but as ~~the Board knows that~~ the Bank of Madras pays for deposits renewable every twelve months only 3 per cent, which is ½ per cent less than the interest on Govt Promissory notes (disregarding premium) and ⅛ per cent less than that on Postal Savings Bank deposits, ~~I think with~~ the Board is of opinion the purchase of Govt notes will be the best

resp. 18-XI-97.

ment for Govt servants who have to tender cash security and accordingly recommends the withdrawal of the rule permitting security to be tendered in the shape of Bank of Madras deposits. The Board suggests however that the deposits already lodged in the Bank may be allowed to stand for a full year so as to enable depositors to draw interest up to the date of withdrawal of the deposits. The Af has no objection to this proposal and the accompanying draft order is submitted for approval

CWS
14.10.97

C. No. 3184

16.10.97

Financial Dept

Read again G.O. No. 1207 Fml: dt 16. Sept: 1882 (P)
" " " " No. 2929 " dt 22nd Dec. 1883 (P)
" " " " No. 2684 " dt 19th Nov 1884 (P)
" " " " No. 602 " dt 6th July 1895. (P)
" " " " No. 638 " dt 29th August 1895 (P)
" " " " No. 334 " dt 14th May 1896 (P)
" " " " No. 644 " dt 29. Sept 1896 (P).

Read C. No. 2128 2696 2914 & 3184 (all A)

Order hd. 868 dt 26.10.97
P.S.

Para 4 of G.O. No. 334 Fml: dt 14th May 1896 will be cancelled so far as it relates to Bank of Madras deposit receipts, but the security deposits of Govt. Servants already lodged in the Bank will be allowed to continue until the expiry of the term of each deposit

CWS
14.10.97

16.10.97

Accountant 4
Br. of Rev. (& R) all depts 30
Marine Dept 5
Rev. Dept. 6
PW. " 10
Educational " 1
Local & Mul Dept 5

Drop
13.XI.97.

All heads of depts under the Chief Secy

Drop
18.XI.97.

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21/10/97

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