M.R.O. 1—30,000—16-10-29.

MADRAS RECORD OFFICE.

Government of Madras.

Judicial DEPARTMENT.

G.O. No. 1372 Press ~~Mis.~~

206-207

Dated 25.8.1863 ~~19~~ .

3/4

Not to be folded or roughly handled

Proceedings of the Madras Government, Judicial Department,
25th August 1863.

No. 206. Read the following Proceedings of Government in the Financial Department, dated 15th August 1863, No. 516.

Communicating instructions of the Government of India, relative to the removal of certain doubts existing as to the principle upon which the Military Budget for the current year should be prepared. (Vide Proceedings Financial Department, dated 15th August 1863, Nos. 29 and 30.)

No. 207. ORDER THEREON, 25th August 1863, No. 1,372.

To be recorded.

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

Exd. T. O'Connor.

FINANCIAL DEPARTMENT.

PROCEEDINGS OF THE MADRAS GOVERNMENT.

Read the following Extract from the Proceedings of the Government of India, in the Financial Department, dated 18th July 1863, No. 3,261.

Read again Financial Resolution, No. 909, dated 14th March 1863.

Read again Financial letter addressed to the Officiating Auditor General of India, No. 1,870, dated 6th May 1863.

Ordered, that a copy of the above orders be sent to the Home, Foreign, and Public Works Departments, the several Local Governments,* and the Chief Commissioners of British Burmah, Oude, and Central Provinces, and the Resident at Hyderabad, for information.

* Bengal, North Western Provinces, Punjab, Madras, Bombay, and Western Settlements.

(A true Extract.)

(Signed) THOMAS PEACHEY,
Principal Assistant Secretary to the Government of India.

No. 909, Financial Department, Fort William, the 14th March 1863.

RESOLUTION.

Some doubts having been expressed as to the principle upon which the Military Budget Estimate of 1863-64 should be prepared, His Honor the President in Council resolves to remove them authoritatively.

2. It is, in the opinion of His Honor, advisable, *under all circumstances*, to exhibit the *whole* of the expenditure "coming in course of payment within the year 1863-64" on the face of the estimates. The unexpended portion of the existing grants will, therefore, lapse on 30th April 1863, and all charges coming in course of payment within the year, ending 30th April 1864, will be provided for in the Budget Estimates of 1863-64 now preparing, without reference to the year in which they may have been incurred.

Ordered, that a copy of the above Resolution be sent to the Military Finance Department, and to the Auditor General of India.

From E. H. LUSHINGTON, Esq., Secretary to the Government of India, Financial Department, to the Officiating Auditor General of India, No. 1,870, dated 6th May 1863.

Financial Department.

In reply to your letter, No. 5, dated 2nd instant, which was received in this office on the 4th idem, in which you inquire, whether "the unexpended balances of grants, for Civil expenditure, for 1862-63, should be held to have lapsed on the 30th ultimo," I am directed to instruct you that the Resolution, No. 909, issued from this Department, on the 14th March last, is to be strictly observed. All Revenues and receipts which come under the Budget classification will appear as income of the year in which they are received, and all expenditure coming under the Budget classification will appear as charges of the year in which they come in course of payment.

2. The foregoing refers equally to Civil and Military receipts and expenditure. In point of fact, any distinction between arrear and current receipts and charges is, as regards the financial accounts of the year 1863-64, useless, although it may be continued for a time as useful statistical information, valuable to this office as a means of checking the estimates; but even this will cease after a year or two.

3. All balances of grants for Civil or Military purposes remaining unexpended on the 30th ultimo, must, therefore, be considered to have lapsed.

4. It must be understood, however, that the grant out of the Income Tax receipts to Public Works, which amounts to thirty-eight lacs, will be debited as a charge against Revenue, and be credited to "Debt" intact.

(True Copies.)

(Signed) THOMAS PEACHEY,
Principal Assistant Secretary to the Government of India.

ORDER THEREON, 15th August 1863, No. 516.
Communicated to the several Departments of the Secretariat.
(True Extract.)

A. J. ARBUTHNOT,
Chief Secretary.

To the Department.

Exd. T. McMoutry.