M.R.O. 1—30,000—16-10-53.

MADRAS RECORD OFFICE.

Government of Madras.

Judicial **DEPARTMENT.**

G.O. No. 412 Press Mis.

77-78

Dated 17.3.1863 .

3/4

Not to be folded or roughly handled

Proceedings of the Madras Government, Judicial Department, 17th March 1863.

77. Read the following Proceedings of Government in the Financial Department, dated 5th March 1863, No. 154.

Communicating Financial Circular from the Government of India, directing that all public income and expenditure be shown in the Budget without deduction on their respective sides of the annual estimates and accounts, and calling for a Return of the receipts and charges hitherto kept under "Debt" of which the net result only may have been shown in the Budget Estimate for 1863-64.

(Vide Proceedings Financial Department, dated 5th March 1863, Nos. 10 and 11.)

No. 78. ORDER THEREON, 17th March 1863, No. 412.

To be recorded.

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

Exd. T. O'Connor.

FINANCIAL DEPARTMENT.

PROCEEDINGS OF THE MADRAS GOVERNMENT.

Read the following :—

No. 188*a*.

FORT WILLIAM, FINANCIAL DEPARTMENT, THE 31ST JANUARY 1863.

CIRCULAR.

Propositions having recently been submitted to Government in this Department, for charging certain items of expenditure under debt, in order to exhibit against them the receipts from which they are met, His Excellency the Governor General in Council desires it to be understood that two of the most important subjects of the Budget system are—

1*st*. To exhibit once in every year a complete statement of the public income and expenditure, and,

2*nd*. To subject the whole of that income and expenditure to a thorough revision once in every year,

and that neither of these objects can be attained by crediting receipts by deduction, and charging expenditure against special receipts. Further, this practice involves a degree of concealment which is quite incompatible with financial lucidity and control.

2. Funds which have been appropriated to be managed at the discretion of local authorities for local purposes, in other words, what are technically called "Local Funds," do not of course come under this rule, but the entire *public* income and expenditure, that is all receipts and disbursements appertaining to the *Fisc*, must be shown *without deduction* on their respective sides of the annual estimates and accounts.

3. The estimates for 1863-64 should, as far as possible, be brought into conformity with this principle, and in this view, the Officers of the Audit Department will, as early as convenient, submit a Return of any estimated gross receipts and charges hitherto kept under "Debt," of which the net result only may have been shown in the Budget Estimate for 1863-64; the necessary additions to the Budget can then be made in this office.

(Signed) E. DRUMMOND,
Secretary to the Government of India.

A copy to the several Departments, Governments, and Administrations.
" to the Auditor General of India.
" to the Military Finance Department.
" to the several Deputy Auditors and Accountants General.
" to the several Civil Paymaster.

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

ORDER THEREON, 5th March 1863, No. 154.

Communicated to the several Departments of the Secretariat.

(True Extract.)

C. Constant
Chief Secretary.

To the Judicial Department.

Exd. T. McMootry.

Ind. C. for Canada
Ind. C. 1863 Sept.

Ind. C. for Canada
and C. 1863 Sept. 107

Ry. 9-11
10/12 1/2-3 } March 1863

No. 536

Consul Currie forwards the Sessional Paper and a Treasury Minute containing all public income & expenditure for Canada during the last year without deducting on their respective sides of the account and calling for a Return of the Receipts and Charges hitherto defrayed "debt" for which the net results only may hereafter be shown in the Budget Estimate for 1863/64.

No. 412 — 17 March 1863.

To be recorded.

77078