

MADRAS RECORD OFFICE.

Government of Madras.

Judicial DEPARTMENT.

G.O. No.	338	Press
		Mis. —
3-5		
Dated	2 . 3 -	19 '56

Not to be folded or roughly handled

*Proceedings of the Madras Government, Civil Department,
2nd March 1865.*

Read the following paper

Honorable Secretary to the Government, Fort Saint George, dated 1st January 1865.
Office of the Secretary to the Government, Fort Saint George, of which

The Fund has been transferred to a Book Debt account, bearing interest at 4½ per cent. The anticipated condition of the Fund, submitted with the Government of India, dated 6th July 1864, No. 1214. The Government of India has allowed 4½ per cent. per annum, which is probably less than what can be obtained by purchasing the Fund at 4½ per cent. The Government of India has also directed that the balance of this Service Fund be added to it.

No. 876.
Reference to the Accountant General for report.
(Signed) A. J. ARBUTHNOT,
Chief Secretary.

No. 4. From F. LUSHINGTON, Esq., Deputy Auditor and Accountant General to the Government of Madras; to the Honorable A. J. ARBUTHNOT, Secretary to Government, Fort Saint George, dated 10th March 1865, No. 196.

Book and Adjustment Department.

I have the honor to acknowledge the receipt of your Endorsement, dated 4th instant, in relation to the proposed transfer of the Police Superannuation Fund to a Book Debt account, bearing interest at 4½ per cent., was made under the Orders of the Government of India, dated 6th July 1864, No. 1214. This order has been made applicable to the Police Funds of all the three Presidencies, and it will be necessary therefore for the Inspector General of Madras to show special grounds for the exemption of the Police Funds of this Presidency from the operation of that order, and such as will satisfy the Government of India, before his request can be complied with.

Proceedings of the Madras Government, Judicial Department,
2nd M.

No. 5. To the Secretary to the Financial Department,
dated Fort Saint George.

I am directed to submit, for the consideration of the Governor General in Council, the application of the Police for the resolution of the

in which it is ordered that the cumulation of the Police should be made to a Book Debt account, bearing interest.

The Inspector General of Police represents that the sum required is considerably less than what can be obtained in the market, and made in his letter of the 7th July 1864, of which

* 20th September 1864, Government of India in Council, (a copy is enclosed)

reference was made to the assumption that the rate of interest would be continued. Mr. Robinson adds, that the reduction in the rate of interest must be serious of the condition and prospects of the Fund.

By Section 12, Act XXIV of 1859, provided that the Local Government shall be invested in such manner and in such securities as the Governor in Council may direct, and it is consequently the duty of the Local Government to request the Governor in Council to direct such investment of the funds as may seem most advisable to be made in the Reserve Fund.

It should be prepared to be made by the Local Government. Should this prove desirable that the Madras Government should be held responsible for the duty imposed upon it by Act XXIV of 1859 to the best of its discretion.

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

Judicial B.

N: 196.

From The Deputy Auditor and Secty. to the Govt.
Dated 10th February 1865.

For Orders.

By law. Act XXIV - 1859 Sec 11 the investment of the funds is to be made in such manner and in such securities as the Government of Madras may direct. We might point this out to the Govt. of India. I repeat that we might be left to carry out our own law in our own way. Putting out this in my letter but advise -

I don't know but that it is for

Sept 4-18

P. No 42-165
306-307

Judicial Department

No. 3.

To

The Secretary to the Government
of India.

Financial Department.

Sir,

I am directed to
submit for the consideration
of His Excellency the Viceroy
and Council, the annexed copies of
a correspondence which has
taken place, with reference to
the application of the
instructions contained in the
Resolution of the Government
of India in the Financial
Department under date the
8th July last, to the Police
Superannuation Fund in
this Presidency, and in which
it is ordered that the
cumulations

a fair average rate of
interest. But securities for
at present are, from what I have
heard will probably rise by 1/2
of 1/2 per cent of India would pay us
us 4 1/2 % in perpetuity. I should
not make a bad bargain - but
as they probably won't do that
we should get what we can for
our money now

J.P.

Yes. We should point out the mistake that
has been made by the Govt of India. But if
we should also express our willingness to
adopt the principle of the "Poor Debt"
under the supposition that it is permanently
1 1/2 percent interest. If not, for the sake of
our share we should be left to make the
most of our money. W.D.

W.D.

4
cumulations of the Fund
question shall be trans-
ferred to a Book debt
account bearing interest
at the rate of $4\frac{1}{2}$ per
cent.

The Inspector General
of Police represents that
rate is now considerably
less than it was in the
relation

that the calculations made
in his letter of the 7th July
last, a copy of which was
submitted to Mr. Smith
Secretary to the
Government of India in the
Home Department (a copy
is enclosed for your
reference), were based on
the assumption that
rate 5 per
cent. would be continued.

Mr. Robinson adds that the
reduction in the rate of
interest must have a very
serious effect on the condition
and prospects of the Fund.

3 By Section XII Act
XXIV of 1859, it is provided
that the Police Superannua-
tion Fund shall be in-
vested in such manner
and in such securities as
the Governor in Council may
direct, and it is consequently
the duty of the local govern-
ment to direct such invest-
ment of the Fund as may
seem most advisable. I am
therefore directed to request
that the instructions contained

the Resolution above
referred to may be modified
as regards this Presidency,
by His Excellency the
Governor General in Council
should

should be prepared to guarantee
interest at $4\frac{1}{2}$ per cent in
perpetuity which would
probably be as good an
investment as the direct
investment of the funds as could
be made by the local
Government should the
proposal not be approved
it seems desirable that the
Government should
be left unrestricted to
perform the duty imposed
upon it by Act XXIV 1859
to the best of its discretion.

John M. George
2? Apr

Indical 1865 Report

No. 338

To the Secretary & the Board
of India

Oct 993.

Dated 2 March 1865.