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MADRAS RECORD OFFICE.**Government of Madras.***Public Works* **DEPARTMENT.**

G.O. No. 53

Press

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102-103

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Not to be folded or roughly handled

No. 102. Read the following Proceedings of the Government of India, in the Public Works Department, (Account-Railway,) dated Fort William, 9th December 1867, No. 36 A—R:—

Preparation of Budget-Estimates of expenditure from Capital on the construction of guaranteed Railways.

Read:—

Orders on the Railway Budget-Estimates of the different Local Governments entrusted with the control of Railway business, for 1865-66, 1866-67, and 1867-68.

RESOLUTION—Before the year 1866-67 the Budget-Estimates of expenditure from guaranteed Capital on the construction of Indian Railways were made out for the net requirements of the Railways on Capital Account, and no estimates of the probable payments into Government Treasuries were ever submitted by the several Companies.

2. In the Budget-Estimate of 1866-67 entries appeared for the first time on account of receipts, and then only on the part of the Madras and Bombay lines. These sums are believed to have been, in the case of the Madras Railways, the estimated cost of stores sold to the public and of stores used on Revenue Account, and in the case of the Bombay lines the estimated cost of stores sold to the public.

3. The Estimate of 1867-68 shows that a further advance has been made towards preparing a complete estimate of receipts; but the correct principle does not appear to have yet been fully recognized, which is that the Budget-Estimate should not merely deal with the *net* estimated expenditure but should show the probable *gross* receipts and expenditure during the official year.

4. The Governor General in Council is therefore pleased to rule, that the transactions affecting Capital of each guaranteed Railway shall, in future, be estimated for and exhibited in the Budget-Estimate submitted by the Government concerned, under the following heads:—

<i>Payments from Government Treasuries</i>				RS.	RS
1.	Cash advances for construction	...	...	22,00,000	
2.	Customs' duty on stores	...	...	10,000	
3.	Transfers to Revenue	...	...	5,000	
Total Payments					22,15,000
<i>Receipts into Government Treasuries</i>					
1.	Shares paid in India	...	...	20,000	
2.	Refunds and bills cancelled	...	...	10,000	
3.	Sale proceeds of stores including value of stores to be consumed on Revenue Account	...	...	35,000	
4.	Transfers from Revenue	...	...	11,000	
Total Receipts					76,000
<i>Net payments from Government Treasuries</i>					21,39,000

ORDER.—Ordered, that this Resolution be communicated to the Governments of Madras, Bombay, Bengal, and the Punjab, in the Railway Branch of the Public

*Proceedings of the Madras Government, Public Works Department,
8th January 1868.*

Works Department, for information and guidance, and to the Financial Department, and the Accountant General, Public Works Department, for information.

(Signed) C. H. DICKENS, Colonel, R.A.,
Secretary to the Government of India.

No 103.

ORDER THEREON, 8th January 1868, No. 53.

RAILWAY, No. 6.

Communicated to the Consulting Engineer for Railways, who will be guided by these orders in the preparation of future Budget-Estimates.

(True Extract.)

(Signed) CHARLES A. ORR, Colonel, R. E.,
Secretary to Government.

To the Consulting Engineer for Railways.

Exd. F. R. Bantleman.

No. 36 A.—R.
GOVERNMENT OF INDIA.
PUBLIC WORKS DEPARTMENT.
ACCOUNT.
Railway.

FORT WILLIAM, DECEMBER 9, 1867.

Preparation of Budget-Estimates of expenditure from Capital on the construction of guaranteed Railways.

Read:—

Orders on the Railway Budget-Estimates of the different Local Governments entrusted with the control of Railway business, for 1865-66, 1866-67, and 1867-68.

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ORDER.—Ordered, that this Resolution be communicated to the Governments of Madras, Bombay, Bengal, and the Punjab, in the Railway Branch of the Public Works Department, for information and guidance, and to the Financial Department, and the Accountant General, Public Works Department, for information.

Colonel, R. A.,

Secy. to the Govt. of India.

To the Secy to Govt of Madras }
 P. M. Secy to }
 Railway Branch }

2-2-1967 (P-2650003/67)