

(1) Number of pages 12(2) Date of repair 28. 8. 43

(3) Initials of the Referencer _____

MADRAS RECORD OFFICE.

Government of Madras.

P. L. S. N. S. S. DEPARTMENT.

G.O. No.	<i>52</i>	Press
		-Mis.-
<i>103-04</i>		
Dated	<i>8 - 1 -</i>	<i>1869.</i>

Not to be folded or roughly handled

*Proceedings of the Madras Government, Public Works Department,
8th January 1863*

No 103. Read the following Proceedings of the Government of India in the Public Works Department, (Account), dated Fort Willham, 23rd December 1868, No. 972 A.—

Account of the Government Workshops at Chepauk, Madras, for 1867-68.

Read again —

Public Works Department Proceedings (Civil Works—Miscellaneous) June 1864, Nos 10—12.
" " " (Establishment) October 1864, Nos 23—4

Read also.—

Letter No 2,327, dated 21st July 1868, (and its enclosures,) from the Secretary to the
Government of Madras, in the Public Works Department

Financial Department Memorandum, No 1,430, dated 31st July 1868

OBSERVATIONS—The Governor General in Council observes that, when the establishment for the Workshops at Chepauk was sanctioned in September 1864, it was required that a report of the out-turn of work after the shop had been in operation for a year should be submitted to the Government of India, *vide* Financial Order No. 2,250, dated 3rd September 1864, and Public Works Department No 903 E, dated 16th idem.

2. It appears, however, that the Workshop was not fairly started until the 1st of April 1867, and consequently the present account exhibits the result of the operations of the year commencing with that date and ending with 31st March 1868.

3. The following table will show the amount of capital with which the shop commenced work, compared with that at the close of the year —

Capital	Amount on 1st April 1868	Amount on 1st April 1867	Increase dur- ing 1867 68	Decrease dur- ing 1867 68
	RS	RS	RS	RS
Block	70,857	73,810		2,953
Machinery	58,321	60,116		1,795
Raw material	893	2,489		1,596
Mechanical Department	5,035	2,057	2,978	
Instrument	3,415	2,691	724	
Bills receivable "	14,592	6,899	7,693	
Cash in hand		8		8
Total	1,53,113	1,48,470	11,395	6,752
Less Bills payable	4,015		4,015	
	1,49,098	1,48,470	7,380	6,752
	1,48,470		6,752	
Net increase to capital during 1867 68	628		628	

4. The net increase to capital of Rupees 628 shown in the preceding table has been debited to the Public Works Budget grant of the year. This item calls for no special remark. But information is required as to how the figures entered in the second column, and representing the capital on 1st April 1867, have been arrived at, and whence they have been obtained, and, it is requested that this may be furnished as early as possible.

*Proceedings of the Madras Government, Public Works Department,
8th January 1869*

5 The expenditure incurred during the year amounted to Rupees 91,994, as follows —

Raw materials Mechanical Department Instrument	RS 38,233 30,733 13,887	RS	RS
Add cost of Supervising Establishment	82,879 9,118		
Less recoveries from fines	91,997 3		
To which add balance on 1st April 1867 of works done in previous years and remaining unsold, viz — Raw materials Mechanical Department Instrument	2,889 2,057 2,691	91,994	
The credits for work done amounted to Rs 1,03,235, as shown below, viz — Government Private parties Madras Railways Irrigation Company Municipal Commissioners	97,089 2,075 638 3.0 182 2,951	7,637	99,631
Amount expended on machinery and adjusted as an increase to capital			
Add value of goods remaining unsold on 1st April 1868 — Raw materials Mechanical Department Instrument	893 5,035 3,415	1,03,235	
So there has been a gross profit of		9,343	
			1,12,628
* Depreciation charges Bad debts and losses on manufacture	RS 8,964 891		12,997
	9,855		9,855
			3,142

Of this profit as per margin has been applied to meet depreciation charges of Plock and Machinery, and covering bad debts and losses on manufacture, leaving the net profit to be

or 2 11 per cent of the capital, Rupees 1,43,470, with which the shop opened on 1st April 1867

6 But it will be observed that in the accounts rendered, no credit has been afforded to Imperial Revenue on account of interest on capital as required by the system of account laid down for such establishments. This, at the usual rate of 5 per cent, would amount to Rupees 7,423, and until the shop can be made to pay interest at this rate in addition to all other proper charges, it cannot be said to be working satisfactorily. This omission of this item from the account appears to have been authorized by the Government of Madras in their Proceedings of 24th January 1867, No 242. The reason for this, as also for the omission of the charges on account of the salaries of the Superintendent and of the Mathematical Instrument maker authorized by the same Proceedings, should be stated for the information of the Government of India. It should also be explained how these charges are at present dealt with. For the future it would be desirable, in order to ensure uniformity in the method of estimating the charge against the Budget Grant, for Workshops, to include these charges, as well as the charge for interest, in the account, which otherwise will be incomplete, as the present account is, owing to the omission of these charges.

*Proceedings of the Madras Government, Public Works Department,
8th January 1869*

7. With reference to the entry (noted in the margin) in Statement II of the Report, explanation should be furnished as to the nature of the transaction which has necessitated such an entry being made in the books of the Workshop, the rule being that all materials supplied to the Workshops from other Government Departments should be paid for in cash.

ORDER — Ordered, that these Observations be forwarded to the Government of Madras for information and guidance

Ordered also, that a copy, together with a copy of the Report reviewed, be forwarded to the Financial Department for information, with reference to Office Memorandum of that Department, No 1,430, dated 31st July 1868.

(Signed) C. H. DICKENS, Colonel, R. A ,
Secy. to the Govt. of India.

No. 104. ORDER THEREON, 8th January 1869, No. 52.

ACCOUNT, No. 8

Communicated to the Controller of Public Works Accounts, who will submit explanations on the points noticed by the Government of India, and arrange with the Officer in charge of the Store Department for carrying into effect the instructions in paragraph 6.

(True Extract.)

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

To the Controller of Public Works Accounts
.. Officer in charge of Store Department
.. General Superintendent of Public Works Stores and Workshops.

Exd. S T Augustin.

No 972. A

GOVERNMENT OF INDIA
PUBLIC WORKS DEPARTMENT.
ACCOUNT.

FORT WILLIAM, DECEMBER 23, 1868.

Account of the Government Workshops at Chepauk, Madras, for 1867-68.

Read again:—

Public Works Department Proceedings (Civil Works
Miscellaneous) June 1864, Nos 10—12.
" " " (Establishment) October 1864, Nos 23—4

Read also:—

Letter No. 2327, dated 21st July 1868, (and its enclosures), from the Secretary to the
Government of Madras, in the Public Works Department
Financial Department Memorandum No. 1430, dated 31st July 1868

OBSERVATIONS.—The Governor General in Council observes that, when the establishment for the workshops at Chepauk was sanctioned in September 1864, it was required that a report of the outturn of work after the shop had been in operations for a year should be submitted to the Government of India, *vide* Financial Order No. 2250, dated 3rd September 1864, and Public Works Department No 903 E, dated 16th idem.

2 It appears, however, that the workshop was not fairly started until the 1st of April 1867, and consequently the present account exhibits the result of the operations of the year commencing with that date and ending with 31st March 1868.

3. The following Table will show the amount of capital with which the shop commenced work, compared with that at the close of the year —

CAPITAL	AMOUNT ON 1st APRIL 1868	AMOUNT ON 1st APRIL 1867	INCREASE DURING 1867 68	DECREASE DURING 1867 68
	Rs	Rs	Rs	Rs
Block	70,857	73,810		2,953
Machinery	58,321	60,116		1,795
Raw material	893	2,889		1,996
Mechanical Department	5,035	2,057	2,978	
Instrument	3,415	2,691	724	
Bills receivable	14,592	6,899	7,693	
Cash in hand	—	8		8
Total	1,53,113	1,48,470	11,395	6,752
	4,015	4,015		
Less Bills payable	1,49,098	1,48,470	7,380	6,752
	1,48,470		6,752	
			628	
Net increase to Capital during 1867 68				

4 The net increase to capital of Rs 628 shown in the preceding Table has been debited to the Public Works Budget grant of the year. This item calls for no special remark. But information is required as to how the figures entered in the second column, and representing the capital on 1st April 1867, have been arrived at, and whence they have been obtained, and it is requested that this may be furnished as early as possible.

5 The expenditure incurred during the year amounted to Rs 91,994, as follows —

	Rs	Rs	Rs
Raw materials	38,239		
Mechanical Department	30,753		
Instrument	13,887		
Add cost of Supervising Establishment	82,679		
	9,118		
Less recoveries from fines	91,997		
	8		
To which add balance on 1st April 1867 of works done in previous years and remainr unsold, viz —		91,994	
Raw materials	2,889		
Mechanical Department	2,057		
Instrument	2,691		
The credits for work done amounted to Rs 1,03,285, as shown below, viz —		7,637	
Government	97,089		
Private parties	2,075		
Madras Railways	638		
Irrigation Company	350		
Municipal Commissioners	182		
Amount expended on machinery and adjusted as an increase to capital	2,901		
Total credits		1,03,285	
Add value of goods remaining unsold on 1st April 1868 —			
Raw materials	893		
Mechanical Department	5,035		
Instrument	1,415		
Total		9,343	
So there has been a gross profit of			1,12,628
			12,907
• Depreciation charges	Rs 8,964	Of this profit	
Bad debts and losses on manufacture	891	as per margin • has been applied to meet depreciation charges of Block and Machinery, and covering bad debts and losses on manufacture, leaving the net profit to be	9,855
	9,855		8,142

or 211 per cent of the capital, Rs 1,48,470, with which the shop opened on 1st April 1867

6. But it will be observed that in the accounts rendered no credit has been afforded to Imperial Revenue on account of interest on capital as required by the system of account laid down for such establishments. This, at the usual rate of 5 per cent, would amount to Rs. 7,423, and until the shop can be made to pay interest at this rate in addition to all other proper charges, it cannot be said to be working satisfactorily. This omission of this item from the account appears to have been authorised by the Government of Madras in their Proceedings of 24th January 1867. No. 212. The reason for this, as also for the omission of the charges on account of the salaries of the Superintendent and of the Mathematical Instrument-maker authorised by the same proceedings, should be stated for the information of the Government of India. It should also be explained how

these charges are at present dealt with. For the future it will be desirable, in order to ensure uniformity in the method of estimating the charge against the Budget grant, for workshops, to include these charges, as well as the charge for interest, in the account which otherwise will be incomplete, as the present account is, owing to the omission of these charges.

7. With reference to the entry (noted in the margin) in Statement II of the Report, explanation should be furnished as to the nature of the transaction which has necessitated such an entry being made in the books of the workshop, the rule being that all materials supplied to the workshops from other Government Departments should be paid for in cash.

Materials received without payment to be worked up, Rs 16,438-13-10

ORDER — Ordered, that these Observations be forwarded to the Government of Madras for information and guidance.

Ordered also, that a copy, together with a copy of the Report reviewed, be forwarded to the Financial Department for information, with reference to Office Memorandum of that Department, No. 1430, dated 31st July 1868.

(Signature) Colonel, R. A.,
Secy. to the Govt. of India.

The Secretary to the Government of Madras
Public Works Department.

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27 1869 Dec
P.W.D. 1869 January
GOVERNMENT OF INDIA
PUBLIC WORKS DEPARTMENT.
ACCOUNT. 144.

To

No. 972 A.

Dated December 23, 1868.

Received 7 January 1869.

Public Works Department

No. 52

PROCEEDINGS of the MADRAS GOVERNMENT.

Under date the 8th January 1869.

Read the following

From the Secretary to the
Govt of India (Here enter No 972 A dated 23rd Dec/68)

Communicated
to the Controller of Pub-
lic Works Accounts
who will submit ex-
planations on the points
noticed by the Govt.
of India, and arrange
with the Officer in charge
of the Store Department
for carrying into effect
the instructions in Para 6.

No 52 - 8th Jan'y 1869.

Account of the Government Workshops at
Chepauk, Madras, for 1867-68

No 103

To the Controller
Officer in charge of Store Dept.
Genl. Supl of P.W. Stores &
Workshops
By S. dea. 8/1/69
P. C. 22/1/69

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PUBLIC WORKS.

To The Controller of Public
Works Accounts.

Dated

Recd

G O 8th January 1869, No 52a

Nos. 103-104

Accounts of the Pub Works at-
Chepauk. Madras. for 1867-68

Proc. of the Pub of India regarding
the accounts of the Pub Works
at Chepauk, Madras, for
1867-68. Comd to the Off. em-
-powered with instructions.