M.R.O. 1—10,006—28-2-50.

(1) Number of pages _____

(2) Date of repair _____

(3) Initials of the Referencer _____

MADRAS RECORD OFFICE

Government of Madras

Public Works DEPARTMENT

G.O. No.	2902-03	Press
B.P.--No.- 271-272 and 274		~~Mis.-~~
Dated	10-10-1874	~~195~~ .

Not to be folded or roughly handled

Read the following letters :—

No. 271. From E. E. OLIVER, Esq , C.E., Assistant Secretary to the Government of India, Public Works Department, (Civil Works—Irrigation,) to Lieutenant-Colonel J. MULLINS, R.E., Joint Secretary to the Government of Madras, Public Works Department, Irrigation Branch, dated Fort William, 7th September 1874, No. 550 I.

With reference to the report on the progress of the works of the Madras Irrigation and Canal Company for the quarter ending the 30th September 1873, which accompanied despatch from the Government of Madras to the Secretary of State for India, No. 28, dated the 31st July last, I am directed to observe that an item of Rupees 1,07,680 appears under the head of Main Supply for " adjustment of profit and loss," which has seemingly been introduced with the accounts for the first time, and respecting which some explanation would appear to be necessary, and I am therefore to request that, with the permission of the Governor in Council, the requisite explanation be afforded for the information of the Government of India.

No. 272. From R. K. WILLIAMS, Esq., Officiating Examiner of Railway Accounts, to Lieutenant-Colonel J. MULLINS, R.E., Chief Engineer for Irrigation, dated Madras, 21st September 1874, No. 583 I.

With reference to your letter No. 62, dated 17th instant, I have the honor to inform you that the amount* entered in the Progress Report of the Madras Irrigation and Canal Company as adjustment of " profit and loss" consists of deficient and surplus stores found on stock-taking, loss on stores and other items which Government from time to time authorized being written off to an account " profit and loss." The account having subsequently attracted attention was investigated, details were given in the papers published with G. O., No. 348, dated the 13th February last, and the amount was closed off to " Construction," as reported to you in paragraph 13 of the Manager's letter, No. 34, dated the 13th March last. The course adopted accords with the recommendation of the Deputy Accountant-General, Public Works Department, in paragraph 5 of his report, communicated with G. O., No. 1,309 of the 10th May 1873. The amount having thus been brought to debit as a part of construction expenditure was entered in the Progress Report. It yet remains to distribute the amount over the main heads of Construction, and it is expected this will be done in the next report.

* *Adjustment of Profit and Loss.*

				Rs.	A.	P.
Debit	...	...	...	1,07,679	11	9
Credit	...	...	...	32,048	5	4
			Net debit...	75,631	6	5

The disbursement of salaries of Store Establishment

Proceedings of the Madras Government, Public Works Department,
10th October 1874.

No. 273. ORDER THEREON, 10th October 1874, No. 2,902.

IRRIGATION, No. 25.

ORDERED that a copy of these Proceedings be transmitted to the Government of India for information with reference to the Assistant Secretary's letter above recorded.

(True Extract.)

(Signed) G. W. WALKER, Colonel, R.E.,
Secretary to Government.

No. 274. (DOCKET No. 2,903, dated 10th October 1874.)
Copy of the above forwarded to the Government of India.

(True Extract.)

Colonel, R.E.,
Secretary to Government.

EXAMINER RAILWAY ACCOUNTS' OFFICE

No. 583 Madras, 21 September 1874

The account having subsequently attracted attention was investigated, details were given in the papers published with G.O. No 348 dated the 13 February last, and the

The disbursement of Salaries of Store Establishment

Proceedings of the Madras Government, Public Works Department,
10th October 1874.

No. 273. ORDER THEREON, 10th October 1874. No. 2.902.

IRRIGATION, No. 25.

Examiner No 62 of 17 Sept 74

reference to the Assistant Secreta

(Sign

No. 274. (DOCKET No. 2,

COPY of the above for

P. V. C. 18th Oct

Rec'd 19th Oct

No: 61

From Government of

No 550

Dated 7th Sept

Rec'd 15th Oct. 18

Rec'd 1 Octr. 18

G.O. No: 2902. 10-10-

Requests explan

of an item of Rs: 10,

under "Profit & L

introduced for

time in the Prog

Report of the Dr.

Co. Irr. Wks. ending

Sept. 1873.

No 271

R 30-9-74

EXAMINER RAILWAY ACCOUNTS' OFFICE

No. 5838 Madras, 21 September 1874

From

The EXAMINER RAILWAY ACCOUNTS,
MADRAS,

To The Chief Engineer for Irrigation,
Fort St. George

SIR,

With reference to your letter No. 62 dated the 17 instant I have the honour to inform you that the amount entered in the Progress Report of the Madras Irrigation and Canal Company

* Adjustment of Profit & Loss
Debit Rs 107.679.11.9
Credit " 32.048.5.4
Net debit Rs 75.631.6.5

as adjustment of "Profit & Loss" consisting of Deficient and Surplus Stores found on stock-taking, loss on Stores and other items which government from time to time authorized being written off to an account "Profit & Loss"

The account having subsequently attracted attention was investigated, details were given in the papers published with G.O. No 348 dated the 13 February last, and the

* The disbursement of Salaries of Store Establishment

the amount was closed off to "Construction" as reported to you in para. 13 of the Manager's letter No. 201 dated the 13th March last. The course adopted accords with the recommendation of the Deputy Accountant General, P.W.D., in para. 6 of his report communicated with G.O. No. 1309 of the 10th May 1873. The amount having thus been brought to debit as a part of Construction expenditure was entered in the Progress Report. Nothing remains to distribute the amount over the Main heads of Construction and it is expected this will be done in the Fourth Report.

I have the honour to be
Sir
Your Most Obedt Servant
S. Kittoe
Asst. Examiner Rly. Accounts

To The Chief Engineer for Irrigation & Agent for Railways

From The Examiner, Railway Accounts, Madras.

No. 6146

Dated 25th October 1873.
Received 27th October 1873.
No. 373 J.

Explaining the item in Consultation Public & Revenue Department Para 3 Page 1 Dated 30th October 1873 No. 2982 relating to Stone charges.

Major as Irrigation & Canal Con.
Chief Engineer and Manager's Office
Kurnool 13th March 1874.

No. 34

From.

The Chief Engineer & Manager
M. I. & C. Co.

To.

The Chief Engineer for Irrigation
and Joint Secy. to Government
Fort Saint George.

Sir,

In reply to the Assistant Government Examiner's Report of the 1st Dec. 1873 on the Company's Accounts as given in G.O. No. 348 of 13th February 1874 I have the honor to make the following Remarks.

Para 2 Exp. 6 15-13. 2. These sums have been aspisted in Accounts for July 1873 by a Bano for Entry crediting Government of Fort Saint George Revenue Advance Account and debiting Government of Fort Saint George Revenue Act vide Journal Folio 625 I have carefully examined the previous accounts & find that the aspisiment is in accordance with precedence. It has been passed by the Government Examiner's account there.

Para 3 Stone charges. 3. The Balance of Stone Charges in the Loan and Capital Works have been finally aspisled in the Accounts for September 1873. The disbursement of Salaries of Stone Establishment

Establishment both here and in Madras and also the Ootacamund are debited to General Management from 1st Oct/73; and those in the Upper and Lower Sections are apportioned in ratio of the expenditure between Capital and Revenue. The Cartage &c in Conveyance of Stores where it is not chargeable directly to Construction &c Repairs, will go to enhance the values of the stores as per Consulting Engineers No 757 of 8th April 1873: and hence the head Store Charges will cease to appear in our Accts from 1st October 1873.

4. A note seems necessary upon Mr Williams letter to you No 113 of 15 Oct/73. Where Surplus Stores plant or materials are returned to Store from a Division after the completion of work &c it seems to me that they should be received into Stock at Kurnool or Cherrakeil at the Book prices of the articles at the receiving Stores, and that the enhancement of price due to Cartage of the Stores out to the division and back or other causes, should be charged to that Division under the head of Contingencies of Construction. I shall be obliged if you will be so good as to say whether this meets your wishes.

5. The entries in the Journal to the debit and credit of Cash are posted in the Ledger to the debit and credit of Agra Bank & up to this have been passed by the Govt Examiner.

Para 5 Miscellaneous Revenue Rpt

6. This is a refund of Charnia and Salary overdrawn in Observancy Establishment for February 1873 and consequently it appears to me it cannot be a credit to Construction Executive Establishment but the amount was correctly credited to Miscellaneous Revenue which includes all sums thus recovered also Bungalow rent bills sale of thorns grass grazing &c and transferred in the usual course to Bank of Madras to the credit of the Company's Revenue A/ct with the Local Government. It appears to me therefore that a correcting entry is not required. I would state that a list of sums thus recovered is sent to your Office after they are paid into the Bank of Madras

Para 6.

7. The true entries referred to viz Rs 15726-1-4 and Rs 111.153-4-10 have been reversed by debit to Loan Account and crediting Government of Fort Saint George Revenue Account in Sept: 1873. This will also appear in Accounts rendered to Government.

Para 7.

8. Proportion of General Management charges applicable to Revenue from the commencement to 31st August 1872

Rs 6.107-13-4

Revenue Contingencies 10-10-3.

6.118-7-7

The Asst: Examiner in para 7 states that these sums do not appear to have been debited to Revenue either in the Company's books.

books in the Accounts rendered by Government. In Journal folio 251 a sum of Rupees 1120-9-6 and in folio 269 Rupees 31 were duly debited to Revenue Account by credit to General Management. Another sum of Rs 1673-10-11 was also disputed in Journal folios 327 & 505. It will be necessary to have the accounts and see whether the remaining sum viz: Rs 32-93-3-2 has been disputed, or still requires adjustment. As the accounts have to be examined from the commencement this question will take some time.

9. These represent the unadjusted Balances of deficiency in connection with the Stock taking of 1870/71. A Statement showing the particulars of the items comprising them will be made out and submitted with an Application for Sanction for Adjustment. — Para 8 Stock Surplus & deficiency

10 The Suspense Account Advances & Manager's Office has been closed since August 1873 the Account, Advances & Chief Accountant is still in use & is required. An A/c Current similar to those furnished by the Upper and Lower Sections will be prepared and submitted for Audit from 1st October 1873. The Plan adopted of clearing the debits through Cash has been discontinued since Octo 1873. — Para 9

Para 10

Para 10 Capital Subscribed in India

11. The total amount of subscribed Capital in India by the Share holders was Rs 39960. out of which Rs 4155 was deposited in May 1873 not in June 1873 and the difference of Rs 35805 was duly adjusted by a Transfer entry in the Accounts for September 1873 as per authority given in Para 8 of the G.O No 348 of 13th ultimo.

Para 11 discrepancy Rs 9-12-5

12. The Government Order No 2351 of 23rd Septr 73 does not seem to have been received at this Office. The demand for the year 1868/69 as per Form E sent with your letter No 55 of 27th May 1869 to this Office was Rs 10966-8-6 Subsequently a revised Form E exhibiting the corrected amount of Earnings was sent with your letter No 188 of 20th September 1870 and this latter amount was taken in the Revenue Return for the half year ending 30th June 1869 forwarded by Government. It appears however by the Audit Examiner's para 11 that the correct amount is Rs 10966-8-6 but I find nothing in this Office to show that this is the correct one.

Para 12 Profit & Loss

13. The Balance subsisting under this head in Capital Books on 31st March 73 was Rupees 45141-2-5 and in Loan Books Rupees 31312-2-5. These amounts were cleared up by debiting Construction Executive Establishment and General Management. The differences between the Balances in the Ledger and the Accounts passed by Government were

were large and there also are pecuniary adjustments and some of them have since been adjusted a comparative statement for the half year ending 30th September 1873 shall be made out and the remaining items requiring adjustment reported on. No proposal has as yet been submitted by Government as suggested in para 8 of Mr Williams letter, but Mr Basham had the above amounts adjusted in August & September accounts for the usual submission by post

14. It appears that the discrepancies alluded to in para 13 of the Examiners Report so far as the Capital Books are concerned have been adjusted and the debit to Revenue Account was made exactly to tally with the credit to Government of Fort Saint George Revenue Account. The difference of Rs 21-- 10 is in the Loan Books; unless a closer comparison of the figures at debit of Revenue account and at credit of Government of Fort Saint George Revenue Account, between the accounts rendered to Government & those shewn in the Books, be made from the commencement it will be impossible to say what the difference is due. By this investigation the sum of Rs 58-13-2 alluded to will also probably be put right.

15. The requirement in para 14 has been complied with since July 1873- according to the orders

Para.

of Mr Basham vouchers for all receipts and transfer entries are prepared in support of the Journal entries. They are attested by the initials of the Chief Accountant and now by the Ag: Chief Accountant.

Suspense A/c. 16. In the Capital Books a small balance
Rs. 2- 2- of Rs 70- 14- 2 was outstanding to the credit of Suspense A/c. This was cleared off as here proposed by the Asstt: Government Examiner by crediting the Amount to Construction and by debiting Suspense Account.

Revenue A/c 17. After the necessary reclassing entries
5-13-6. were made in September 1873 as suggested in para 13 of the Asstt Government Examiners Report the balances outstanding in the credit of Government of Fort Saint George Revenue Account in the Capital Books was transferred to Loan Books under the authority given in para 14 of the G.O. under reference

Suspense A/c. 18. In Loan Books this sum was outstanding
19-8-. to the Credit of Suspense A/c but was duly adjusted in September 1873.

Payment 19. Out of this sum Rs 7-7 was adjusted
Balance to their proper heads of account under the
1-7 authority given in para 5 of the G.O. No 3348 now under review. The remaining sum of Annas 10 was carried to Miscellaneous Advance being the amount due by Mr Basham on account of Cart hire paid on this A/c but-

but since received in January 1871+

20. There was a Balance of Rs 677-15-4 under this head on 31st March 1873 which must be traced back to the year 1869. It will be necessary to trace back these accounts to that time before they can be disposed.

Para 19 Miscellaneous Advances Rs 677-15-4

21. A small Balance of Rs 1-8 remaining was since disposed by a Transfer Entry. This entry had the effect of bringing into accord the Capital withdrawals in the Company's Books with those shewn in the Accountant Generals Statement.

Para 20 Bank of Madras for Refunds Rs 1-8

22. The transfer suggested in para 16 of the Chief Accountants Examiners Report has been made in the Books in September 1873. With regard to the subsequent suggestion as to bringing the total Revenue &c. furniture as shown in the Company's Books into accord with the Accounts rendered to Government it appears that since the Septr A/c have been closed the difference of Rs 6-9-1 has been increased to Rs 73-1-9 and it was arranged with the Govt. Examiner here to add the difference for the present to the expenditure on Maintenance and Repairs and to make the closing entry as suggested in the accounts for Septr 1873.

Para 21 Revenue A/c

23. It is stated that the Loan Cash Book was closed up to end of August 1873 + shewed

Para 22 Loan Cash Book

shewed a Balance of Rs 30,000. This I cannot trace. Our Cash Book is a General one (Agra and Madras Bankers) representing both Loan and Revenue transactions; and the united Balance on that date amounted to Rs 51,208-2-8. The Petty Cash transactions in detail were incorporated in the General Cash Book by Order of Major Hamilton in January 1870 and subsequently the entries were made till March 1871 when Lieutenant Walker R.E. required only an Abstract of the same to be entered which is now being done from April 1871. Hitherto it has been the practice to post the Ledger in ink only after the Government Examiner passed the fair Journal.

Para 23 Petty Cash Book Chief Accountants Cash Book

24. Arrangements are being made for carrying out the suggestions in para 23.

Para 24 Adjustment of Home Expenditure

25 The Secretary has been reminded by the Mail of the 6th instant that his settlement of this question is lying over.

Para 25.

26 It will be seen from the foregoing that as far as was possible in the time the adjustments & modifications required have been made, and I am in hopes that those which still require investigation will shortly be cleared up.

I.

I have the honor to be
Sir
Your Most Ob: Servant
John Strathan
Chief Engr: & Manager

M. Crawford
Actg Chief Accountt:
& Generl Storekeeper

P.S. The subject of my para 5 is left in need of further enquiry. I am having a note prepared of the practical effect, for good & harm, of thus creating a separate a/c for revenue advances with the Madras Bank

Muttanala
18/3/14

Letter Book from Chief Engineer to Govt. Examiner No. 19

Subject:

Letter No. 344 dated 12th June 1873 from Chief Engineer to Govt. Examiner of Accounts.

No 2357 of 11th July 73.

2. Accepts the view taken in the Govt. Examiner's letter under reply.

Sd. Illegible
4/4/73

Copy forwarded
Chief Engineer

Memo
Rec. 5795-D - 13 Nov. 74
No. 3488 - 13 Dec. 74.
Answ. - 6 April 75.
Rec. 81 - 17 April 75.
Answ. 10 - 25 April 75.
Rec. 81 - 28 April 75.
Answ. 16 May 75 / Sent 23 May 75.
No. 2551 - 15th - 16th June 75.
No. 2978 - 10 Dec 75.
No. 1574 - 16 March 76.
Answ. 565 - 27 March 76.
Rec. 188 - 30 April 76.

In the Old Index No. 1
J. 3 April 76.
Sent with Examiner
No. 4 - 3 April 76.

No. 344
From: The Chief Engineer Revenue
M. S. & O.

To The Chief Engineer
For Irrigation
Rec. 7th Sept.
6146
6147
Dated 13th March/76
Rec. — 27

No. 4

Copy forwarded to the Govt Examiner of Accounts for information.

Chief Engr. for Irrigation
3 April 1876.

Signed / John Hawkins
Chief Engr. for Irrig.

Offers remarks in reply to the Govt. Examiner on the M. S. & C. Co's Q. Rs. as given in J. C. No. 348 of 13th Nov. 74. Q. C. No. 5795 D.

No 62

To

The Government Examiner

Madras Irr: & Canal Co^s

Accounts.

Sir

I have the honour to request that you will be good enough to furnish me with some explanation in reference to the item noted in the margin which appears in the Annexe Report of the works of the Madras Irrigation & Canal Company for the quarter ended 30th Sept^r 1873 & which has seemingly been introduced into the Accounts now for the first time.

I am Sir
Your most obed^t Servant
Acting Chief Engineer
& Manager M.I.&C.
Can. Co^y, Madras.

Dated 3rd Dec^r 1874

Main Supply

Adjustment of Profit & Loss. } Rs 107.677-11-9.

Inclosed one.

Forwarded with Mr C.O. No 2357 of 23 Dec^r 73 with reference to the copy of the letter addressed by me to the Executive Engineer Main Supply on the accounts of the Company now submitted to the Government Examiner's Office

Examiner's Office
1st Jan^y 1874

Dom Chamber 21 Sept 94
C.R. 2nd

No 62

To

Secretariat
Mr. S. & C. Calcutta

Dated 17th Sept 18th } September 94.

Requests extract
in connection with
certain item which has
appears to have been
introduced for the first
time in the Progress Report
of the Works of the Madras
Irrigation & Canal Company
for the quarter ended 30th
September 94.

Mr. Secretariat
Public Works Dept
Fort St George

Sir,

Proceedings of the Madras Govt
Revenue Public Dept
dated 21st Sept 1894
No 1062

Extract Proceedings of Madras Govt
Revenue Public Dept
dated 21st Sept 1894
No 1062

Ordered that on
entry of Mr. Rowe.
- absence the Accountant
Public Works Secretary
be requested to
furnish the Secretary
Letter acknowledged.

To Mr. Secretariat
Public Works Dept
Fort St George

Sir,

I have the honor to be
to forward herewith
a copy of the letter noted
in the margin for
the information of
Government.

I have &c.
Chief Engineer

Chief Engineer's Office
Madras 21st Sept 1894.

271–274.

Warsaw
Lei 26/9/54 – Reb 28/11/71

6146
6147

Govt. of Madras.

PUBLIC WORKS.

To

The Secretary to Govt.
Public Works Dept.

Dated

Rcvd. Post

G. O. 10 Oct 1874 No. 2902
2903

No. 271-274.

Forwarded to the Govt. of India.

Madras Irrigation & Canal Company.

Forwarding a copy of the Proceedings passed on a letter from the Examiner of Accounts explaining the "Adjustment of Profit & Loss" in the Report of the Irrigation & Canal Company for the quarter ended 30th Sept 73, ordered to be

A copy of the Proceedings passed on a letter from the Examiner of Accounts explaining the item "Adjustment of Profit & Loss" in the Proceedings Report of the — for the Quarter ended 30th Sept 73, ordered to be

Recd 26/9/74, Rep 28/9/74