

(1) Number of pages 22
(2) Date of repair 21-7-82
(3) Initials of the Referencer CVR

TAMIL NADU ARCHIVES

GOVERNMENT OF TAMIL NADU

DEPARTMENT

G.O. No. <u>1933 W</u>	Press.
B.P. No.	Mis.
Dated <u>23. 4 - 1878</u>	<u>497</u> .

Not to be folded or roughly handled.

V. S. M

1933 W

GOVERNMENT OF MADRAS.

PUBLIC WORKS DEPARTMENT.

23rd April 1878, No. 1,933 W.

General
Account

Read the following papers :—

No. 248. G.O. in the Financial Department, dated 27th March 1878, No. 584.

No. 248-A. Circular from the Government of India, Public Works Department, (Account—General), dated Fort William, 5th April 1878, No. 36 P.W.

Copy forwarded to the Local Governments and Administrations noted in the margin with reference to Public Works Department Resolution Nos. 53—61 A—G, of 12th January 1872, and to the Accountant-General, Public Works Department, for information and guidance.

The Governments of Madras and Bombay, in the Public Works Department.
The Governments of Bengal, North-Western Provinces and Oudh, and Punjab in the Public Works Department.
The Chief Commissioner, Central Provinces.

(Signed) J. J. McLEOD-INNES,
Deputy Secy. to the Govt. of India.

Resolution by the Government of India, Financial Department, dated 20th February 1878, No. 1,072.

Read again the following Account Proceedings :—

November 1871, Nos. 40 to 50,
April 1873, No. 14.

RESOLUTION.—By Resolution No. 4,803, dated 10th November 1871, the Government of India authorised the incorporation in the Provincial Accounts of the transactions of various Local Funds at the disposal of the Local Governments.

2. By Resolution No. 2,452, dated 17th April 1873, this procedure was reversed, and it was determined that the transactions of all Local Funds must be recorded in the estimates and accounts distinctly from Provincial transactions. The object of this latter Resolution was that the Government might have the means of comparing the financial administration of the Revenues and Services surrendered to Provincial management by the Resolution No. 3,334, dated 14th December 1870, with their administration under the former system.

3. The policy introduced by the Resolution No. 3,334, dated 14th December 1870, has long since passed the experimental stage, and successive developments make it now practically impossible to make any useful detailed comparison of the administration under the present system with that which it superseded.

4. There appears, therefore, no sufficient reason why the Government of India and the Local Governments should any longer suffer the inconvenience of a system by which the revenue and expenditure of the Local Governments are recorded in two separate categories.

5. In connection, therefore, with the recent general extension of the financial powers and responsibilities of Local Governments, it seems to the Government of India that it will be convenient henceforth to re-incorporate in the estimates and accounts of Provincial Revenue and Expenditure those resources now recorded under "Local Funds" which are at the free disposal of each Local Government for expenditure in any part of its jurisdiction without legal let or hindrance. When this is done, the Provincial Estimates and Accounts will contain an exhaustive record of the expenditure of all funds at the unfettered disposal of the Local Governments without territorial limitations other than those of their respective jurisdictions, while the estimates and accounts of the transactions of Local Funds will be confined to moneys which are not the property of the Government at all, or the appropriation of which is regulated by special laws, and limited to territorial units within the Provincial jurisdiction or to some specific objects.

6. Further, in order that the record of the Funded and Unfunded Debt of the State may be complete and self-contained, the Governor-General in Council is pleased to decide that all loans raised locally under Provincial guarantees shall be recorded under a head of "Local Loans raised for Material Improvements," subordinate to the head of "Public Debt incurred," re-payments of such loans being exhibited under the head of "Public Debt discharged." The interest upon such loans should be shown under the head of "Interest on Funded and Unfunded Debt" (Provincial Section).

7. In like manner the revenue and expenditure (apart from interest on borrowed capital) of all local railways, such for example as the "Mathura and Hattress Line," should henceforth be recorded in the Imperial Estimates and Accounts under the head of State Railways (Provincial Section).

8. The figures needful for carrying out these several orders upon the Regular Estimates of 1877-78 and the Budget Estimates of 1878-79 should be supplied at the earliest possible date. It is desirable, if possible, in effecting the incorporations here determined, to avoid the introduction of any new major heads of Account. It is believed that all the revenue now to be incorporated will appear under one or other of the existing heads, and that the head of "Provincial Contributions" may be abolished, all contributions received from any of the Local Funds proper being also recorded under some existing Revenue head.

9. In like manner there will probably be no difficulty in distributing all the expenditure under the existing heads of Expenditure. But each Accountant-General should give such full particulars as will enable the Government of India to decide any doubtful questions of classification which may arise.

10. He should also add a list of the Local Funds of which the transactions will continue to be recorded outside the Provincial Accounts with the reasons for the exclusion of each fund.

ORDERED, that this Resolution be communicated for information and guidance to the Public Works Department, to the Local Governments and Administrations, the Comptroller-General, and to the Accountants-General and Deputy Accountants-General in independent charge. To the Secretary to the Government of Madras, Public Works Department.

No. 249. ORDER THEREON, 23rd April 1878, No. 1,933 W.

COMMUNICATED to the Examiner of Public Works Accounts for information.

(True Extract.)

(Signed) E. A. FOORD, Colonel, R.E.,
Secretary to Govt., P.W.D.

(True Copy.)

Major, R.E.,
Under Secy. to Govt., P.W.D.

To the Examiner of Public Works Accounts.

Exd. T. D. Ryan.
Spare Copies

1933W
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GENERAL.
ACCOUNT.

Gobt. of (1878) Madras.
PUBLIC WORKS.

To

THE EXAMINER OF PUBLIC WORKS
ACCOUNTS.

Dated April 23rd.

Issued

Recd.

Encl.

G. O., 23rd April 1878, No. 1,933 W.

APRIL
Nos. 248-249.

*The incorporation in the Provincial Accounts
of the transactions of various Local Funds at
the disposal of the Local Governments.—
Circular from the Government of India
anent —, communicated to the Examiner of
Public Works Accounts.*

1933
3
GOVERNMENT OF MADRAS.

FINANCIAL DEPARTMENT.

27th February 1878, No. 381.

Local Funds—Accounts.

Read the following paper:—

No. 235. *Proceedings of the Government of India in the Financial Department,
dated Fort William, 20th February 1878, No. 1072.*

Accounts and Finance.

Read again the following Account Proceedings:—

November 1871, Nos. 40 to 50.
April 1873, No. 14.

RESOLUTION.—By Resolution No. 4803, dated 10th November 1871, the Government of India authorised the incorporation in the Provincial accounts of the transactions of various Local Funds at the disposal of the local Governments.

2. By Resolution No. 2452, dated 17th April 1873, this procedure was reversed; and it was determined that the transactions of all Local Funds must be recorded in the estimates and accounts distinctly from Provincial transactions. The object of this latter Resolution was that the Government might have the means of comparing the financial administration of the revenues and services surrendered to Provincial management by the Resolution No. 3334, dated 14th December 1870, with their administration under the former system.

3. The policy introduced by the Resolution, No. 3334, dated 14th December 1870, has long since passed the experimental stage, and successive developments make it now practically impossible to make any useful detailed comparison of the administration under the present system with that which it superseded.

4. There appears, therefore, no sufficient reason why the Government of India and the local Governments should any longer suffer the inconvenience of a system by which the revenue and expenditure of the local Governments are recorded in two separate categories.

5. In connection, therefore, with the recent general extension of the financial powers and responsibilities of local Governments, it seems to the Government of India that it will be convenient henceforth to re-incorporate in the estimates and accounts of Provincial Revenue and Expenditure those resources now recorded under "Local Funds" which are at the free disposal of each local Government for expenditure in any part of its jurisdiction without legal let or hindrance. When this is done, the Provincial estimates and accounts will contain an exhaustive record of the expenditure of all funds at the unfettered disposal of the local Governments without territorial limitations other than those of their respective jurisdictions, while the estimates and accounts of the transactions of Local Funds will be confined to moneys which are not the property of the Government at all, or the appropriation of which is regulated by special laws and limited to territorial units within the Provincial jurisdiction or to some specific objects.

6. Further, in order that the record of the Funded and Unfunded Debt of the State may be complete and self-contained, the Governor-General in Council is pleased to decide that all loans raised locally under Provincial guarantees shall be recorded under a head of "Local Loans raised for Material Improvements," subordinate to

the head of "Public Debt incurred," repayments of such loans being exhibited under the head of "Public Debt discharged." The interest upon such loans should be shown under the head of "Interest on Funded and Unfunded Debt" (Provincial Section).

7. In like manner, the revenue and expenditure (apart from interest on borrowed capital) of all local railways, such for example as the "Mathurá and Hattrass Line," should, henceforth, be recorded in the Imperial estimates and accounts under the head of State Railways (Provincial Section).

8. The figures needful for carrying out these several orders upon the Regular Estimates of 1877-78 and the Budget Estimates of 1878-79 should be supplied at the earliest possible date. It is desirable, if possible, in effecting the incorporations here determined, to avoid the introduction of any new major heads of account. It is believed that all the revenue now to be incorporated will appear under one or other of the existing heads, and that the head of "Provincial Contributions" may be abolished, all contributions received from any of the Local Funds proper being also recorded under some existing revenue head.

9. In like manner, there will probably be no difficulty in distributing all the expenditure under the existing heads of expenditure. But each Accountant-General should give such full particulars as will enable the Government of India to decide any doubtful questions of classification which may arise.

10. He should also add a list of the Local Funds of which the transactions will continue to be recorded outside the Provincial accounts, with the reasons for the exclusion of each fund.

Ordered that this Resolution be communicated, for information and guidance, to the Public Works Department, to the local Governments and Administrations, the Comptroller-General, and to the Accountants-General and Deputy Accountants-General in independent charge.

(Signed) R. H. HOLLINGBERRY,
Asst. Secy. to the Govt. of India.

No. 236. ORDER THEREON, 27th February 1878, No. 381.

This Resolution will be communicated to the Board of Revenue for early report in communication with the Accountant-General.

2. It is observed that the Government of India limit the proposed transfer to the case of funds *other than* those "the appropriation of which is regulated by special laws and limited * * * to some specific objects."

(True Extract.)

Chief Secretary.

To the Board of Revenue.

Exd. T. D. Ryan.

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GOVERNMENT OF MADRAS.
FINANCIAL DEPARTMENT.

27th March 1878, No. 584.

Local Funds—Accounts.

Read again—

Resolution of Government of India, dated 20th February 1878, No. 1072, recorded in Proceedings, dated 27th idem, No. 381.

Read also the following papers:—

No. 198. *Proceedings of the Board of Revenue, dated 5th March 1878, No. 596.*

Read G.O., dated 27th February 1878, No. 381.

The Accountant-General is requested to favor the Board with his remarks.

1. Local Funds under Act IV of 1871.
2. Village Service Fund.
3. Canal and Ferry Fund.
4. Surplus Pound Fund.
5. Endowment Fund.
6. Irrigation Cess Fund.
7. Jungle Conservancy Fund.
8. Cochrane and Sadras Canal Fund.

2. The several local funds with which the Board are connected are noted in the margin. The resolution of the Government of India does not appear applicable to any of these inasmuch as the appropriation of the funds is in every case either regulated by special laws or limited to territorial units within the provincial jurisdiction or to some specific objects.

The application of the Funds Nos. 1 and 2 is restricted by law (Acts IV of 1871 and IV of 1864, Madras,) to the localities in which they are raised; No. 3 can only be expended on the construction and repair of works to which Act I of 1870 is applied; No. 5 is by the condition of the trust restricted to specific objects; and funds 6, 7, and 8, though not restricted by any law, cannot equitably be spent on objects other than those for which they are raised; it is moreover proposed to apply Act I of 1870 to the whole length of the East Cost Canal, in which case Fund No. 8 will be merged in No. 5. The application of Fund No. 4 also is restricted by Act I of 1871 to "the construction of roads and bridges and to other purposes of public utility," and is not available for all the purposes on which provincial funds can be expended. In every one of these cases, therefore, it is absolutely necessary that the balances should be kept separate, and no action consequently appears called for with reference to the resolution of the Government of India embodied in the Government Order read above.

(True Extract.)

(Signed) C. A. GALTON,
Acting Secretary.

No. 199. *Proceedings of the Board of Revenue, dated 9th March 1878, No. 633.*

Read again G.O., dated 27th February 1878, No. 381, recorded in Board's Proceedings, dated 5th March 1878, No. 596.

Read also the following letter from L. C. PROBYN, Esq., Accountant-General, to the Secretary to the Board of Revenue, dated Fort St. George, 6th March 1878, No. 13,018.

Budget Department.

Referring to the Proceedings of the Board of Revenue, No. 596, dated the 5th instant, I have the honor to remark that the intention of the Government of India

Local Funds—Accounts.—Resolution of Government of India regarding the re-constitution of the Provincial Accounts of the transactions of various local funds at the disposal of the local authorities, communicated to Board of Revenue for their consideration with the Accountant-General.

RECEIVED
NOV. 23 1878.

G.O. 27th February 1878, No. 381.

THE BOARD OF REVENUE

FINANCIAL

27th March 1878

was clearly only to except moneys the appropriation of which is regulated "by special laws and limited to territorial units within the provincial jurisdiction or to some specific object," and that the substitution of the word *or for and* in the Board's Proceedings appears to alter the meaning of the passage extracted above.

2. With reference to the funds alluded to in the Proceedings above referred to, I beg to offer the following remarks:—

- (1.) The cesses levied under Act IV of 1871 are clearly exempted from the operation of the Government of India Order, but it appears questionable whether other receipts credited to this fund come under the exemption.
- (2.) The Village Service Fund appears clearly exempted from the operation of the Government of India Order.
- (3.) If Act I of 1870 restricts the expenditure out of the Canal and Ferry Fund to particular works, then apparently it should be exempted.
- (4.) I do not think the Surplus Pound Fund comes under the exemption. The Government certainly spend from other sources many times more than the income of the Pound Fund on objects to which it may be applied. In other parts of India, under the same law, the fund is not kept separate.
- (5.) The description of the Endowment Fund given in this office No. 846, dated 24th February 1877 (accepted by Government)—G.O., No. 800, dated 3rd March 1877,—would indicate that it comprises sources of income besides funds made over as trusts to the Government. Possibly, therefore, some of its income is a legitimate State asset; whether the remainder can be so treated must depend, I conclude, on the terms of the trusts.
- (6, 7, and 8.) The three funds last mentioned in the Board's Proceedings do not appear to come within the exemption contemplated by the Government of India.

3. With regard to other Local Funds not alluded to in the Proceedings under reference, I beg to offer the following remarks:—

The application of the Port Fund appears probably limited by law. The "Convict Labor," the "School Fee," the "Educational Building," and the "Police Lodging" Funds appear clearly not to come within the exemption contemplated by the Government of India.

The several Local Funds in this Presidency are noted in the margin. Of these the Board are connected only with the first eight.

1. Local Funds under Act IV of 1871.
2. Village Service Fund.
3. Canal and Ferry Fund.
4. Pound Fund and Surplus Pound Fund.
5. Endowment Fund.
6. Irrigation Cess Fund.
7. Jungle Conservancy Fund.
8. Cochrane and Sudras Canal Fund.
9. Port Fund.
10. Convict Labor Fund.
11. School Fee Fund.
12. Police Lodging Fund.
13. Educational Building Fund.
14. Labor Contract Fee Fund under Act V of 1866.
15. Bearers' Fee Fund.
16. General Fund under Customs Consolidated Act VI of 1863.
17. Bungalow Fee Fund.
18. District Road Fund of Badrachellam Taluk (vide Board's Proceedings, dated 3rd June 1875, No. 4880).

be regarded as falling within the exemption of the Government of India.

Item I.—By Section 26 of Act IV of 1871 the appropriation of all the funds raised under the powers of the Act is restricted to the circle in which they are raised, but the Accountant-General doubts whether the restriction applies to funds other than cesses raised under the Act: *e.g.*, fees from schools, voluntary contributions, &c. The Board are of opinion that the restriction applies to all items which constitute the Local Fund as defined in Section 34, but, even if this view be not correct, it is hardly worth while to distinguish other receipts of a miscellaneous nature from the cesses and tolls raised under the Act which form the bulk of the revenue. The whole fund should, in the Board's opinion, be regarded as falling within the exemption of the Government of India.

2. Item II.—The funds under this head consist of (1) the proceeds of a cess on lands, (2) receipts from enfranchised service inams, (3) ancient *merahs* and fees paid by ryots and contributions from Government in lieu of *merahs* and fees resumed, and (4) fines and proceeds of resumed inams. The application of the cess is restricted by law (Act IV of 1864, Madras,) to the localities in which it is raised, and, though there is no such restriction imposed by law in regard to the other receipts, they cannot, from the very character of the fund, be appropriated for purposes other than those for which they are intended, *i.e.*, village service: the Board, therefore, consider that the whole fund should be regarded as falling under the exemption of the Government of India.

Item III.—The use of this fund is clearly restricted by law (Act I of 1870) to specific objects.

Item IV.—The Accountant-General considers that this fund cannot be considered as falling under the exemption of the Government of India since Government spends from many other sources many times more than the income of the Pound Fund on objects to which it may be applied. The Board do not see the force of the argument. The criterion is not whether Government devote Imperial or Provincial Funds to similar objects, but whether they can divert the particular fund to any object other than those to which its application is by law restricted. From the Accountant-General's point of view it would apparently be legal to apply Surplus Pound Fund to such a purpose as the printing of Government Records. The Board cannot agree with him, and think the fund clearly falls under the exemption.

Item V.—This fund consists of grants made by Government for the upkeep of certain *chuttrums* and of funds made over to Government on trust. The Accountant-General doubts whether the former fall under the exemption. Although it is, of course, open to Government to withdraw the grants, it seems hardly worth while to make any distinction with reference to the source from which the receipts are derived. The Board consider that the whole fund should be regarded as trust property intended for specific objects—Items 6, 7, and 8. The Accountant-General thinks that these funds do not fall under the exemption contemplated by the Government of India. It is true that none of these funds are restricted by law to specific localities or objects, but it would be a breach of faith to apply them to purposes other than those for which they were intended. At any rate, so far as Item 6 is concerned, the fund itself will cease to exist, being a voluntary cess, if it is to be dedicated to objects not contemplated by the contributors, and Item 8 will shortly merge in Item 3 should the proposal to apply Act I of 1870 to the East Coast Canal be carried into effect.

So far, therefore, as the Local Funds with which the Board are connected are concerned, the Board are of opinion that none of them should be amalgamated with the General Provincial Revenues.

As regards the other items the Accountant-General notices only Items 9 to 13. He considers that excepting item 9, the use of which is restricted by law (Act XII of 1875) to specific purposes, the funds do not fall within the exemption. The Board doubt whether the Educational Building Fund, which was formed from the surplus balance of the Pagoda Funds and which includes the sums raised by private contributions for construction of school-houses can be legally or equitably appropriated for any general purpose. They would allow this to continue a Special Fund. Of the other funds Items 15 and 18 must from their nature continue to be Special Funds, and Item 16 is restricted by law to a special purpose. The other two items, Nos. 14 and 17, do not fall under the exception.

(True Copy and Extract.)

(Signed) C. A. GALTON,
Acting Secretary.

No. 200.

ORDER THEREON, 27th March 1878, No. 584.

In paragraph 1 of the Board's Proceedings of the 9th March 1878 read above the several Local and Special Funds under the control of Government are entered.

The Board have noticed them in order. Following the same order of review the Government remark as follows:—

(1.) *Local Funds Act IV of 1871.*—They concur generally in the opinion expressed by the Board in relation to the appropriated character of this fund and of the various classes of revenue detailed in Section 34 of the Act. But they are inclined to think that the Accountant-General's objection is pertinent if he refers to Government contributions from sources at their disposal, which are voluntary aids. As, however, such contributions do not constitute a separate fund, their appearance in the Provincial accounts can serve no apparent purpose.

(2.) *Village Service Cess.*—The Government entirely agree with the Board as regards the several sources of this fund. Their appropriation to expenditure on objects other than those for which the endowments, whether land or fees in money or kind, is neither legal or equitable.

(3.) *The Canal and Ferry Fund.*—The Act constituting this fund secures its use to certain limited objects.

(4.) *Pound and Surplus Pound Fund.*—The Government doubt whether the Surplus Pound Fund, which is appropriated at present in the main to agricultural and educational purposes, can be said to fall under the objection. The law is Imperial. Accordingly, before deciding finally regarding the inclusion or exclusion of this fund, the Accountant-General will be requested to ascertain and report the practice in other Presidencies or Administrations.

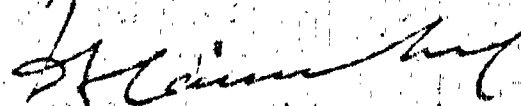
(5.) *Endowment Fund.*—As regards this fund the Government entirely concur in the remarks of the Board.

(6.) *Irrigation Cess Fund, Jungle Conservancy Fund, and Cochrane and Sadras Canal Fund.*—The same remark applies to these funds also. The irrigation cess is quite voluntary and must manifestly be applied to the object for which it is raised.

(7.) *Port Fund, Convict Labor Fund, School Fee Fund, Police Lodging Fund, and Educational Building Fund.*—Of these funds the Port Fund is restricted by law to certain objects. The Police Lodging Fund is so by its nature, whilst the Educational Building Fund cannot be equitably devoted to any other purpose. The Government do not consider that this restriction applies to the Convict Labor Fund and the School Fee Fund, and consequently there is no objection to their inclusion in the Provincial accounts.

(8.) *Labor Contract Fee Fund,* Bearer's Fee Fund, Customs Fund, Bungalow Fee Fund, and Badrachellam Road Fund.*—
* Act V of 1866 is silent on the subject. As regards these funds the Government concur with the Board in considering that the Labor Contract Fee Fund and the Bungalow Fee Fund alone can be transferred to the Provincial accounts.

(True Extract.)



Chief Secretary.

To the Board of Revenue.

„ Accountant-General.

„ Revenue Department.

„ Public Works Department.

„ Director of Public Instruction.

Exd. J. W. Fischer.

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334

Circular No. 36 Public Works.
GOVERNMENT OF INDIA.
PUBLIC WORKS DEPARTMENT.
ACCOUNT.
General.

Fort William, April 5, 1878.

Copy forwarded to the Local Governments and Administrations noted in the margin with reference to Public Works Department Resolution Nos. 53-61 A-G of 12th January 1872, and to the Accountant General, Public Works Department, for information and guidance.

M. L. S. S. S.

Depy. Secy. to the Govt. of India.

No. 1072, dated 20th February 1878.

RESOLUTION,—By the Government of India, Financial Department.

Read again the following Account Proceedings :—

November 1871, Nos. 40 to 50.

April 1873, No. 14.

RESOLUTION.—By Resolution No. 4803, dated 10th November 1871, the Government of India authorised the incorporation in the Provincial Accounts of the transactions of various Local Funds at the disposal of the Local Governments.

2. By Resolution No. 2452, dated 17th April 1873, this procedure was reversed, and it was determined that the transactions of all Local Funds must be recorded in the Estimates and Accounts distinctly from Provincial transactions. The object of this latter Resolution was that the Government might have the means of comparing the financial administration of the Revenues and Services surrendered to Provincial management by the Resolution No. 3334, dated 14th December 1870, with their administration under the former system.

3. The policy introduced by the Resolution No. 3334, dated 14th December 1870, has long since passed the experimental stage, and successive developments make it now practically impossible to make any useful detailed comparison of the administration under the present system with that which it superseded.

4. There appears, therefore, no sufficient reason why the Government of India and the Local Governments should any longer suffer the inconvenience of a system by which the revenue and expenditure of the Local Governments are recorded in two separate categories.

5. In connection, therefore, with the recent general extension of the financial powers and responsibilities of Local Governments, it seems to the Government of India that it will be convenient henceforth to re-incorporate in the estimates and accounts of Provincial Revenue and Expenditure those resources now recorded under "Local Funds" which are at the free disposal of each Local Government for expenditure in any part of its jurisdiction without legal let or hindrance. When this is done, the Provincial Estimates and Accounts will contain an exhaustive record of the expenditure of all funds at the unfettered disposal of the Local Governments without territorial limitations other than those of their respective jurisdictions, while the Estimates and Accounts of the transactions of Local Funds will be confined to moneys which are not the property of the Government at all, or the appropriation of which is regulated by special laws, and limited to territorial units within the Provincial jurisdiction or to some specific objects.

To the Secretary to the Govt. of Madras.

P. W. D. S. S. S.

Col. of 1878

FINANCIAL.

THE BOARD OF REVENUE.

L. I. S. S. S.

Dated March 27th.

To the Secy.

To the Secy.

G.O. No. 1504 1878, N. S. S.

MARCH

Nos. 153-200.

Local Funds—Accounts—Orders—The incorporation of Local Funds in the Provincial Accounts.

To C. S. S. S.
In disposal.

227 1/4

6. Further, in order that the record of the Funded and Unfunded Debt of the State may be complete and self-contained, the Governor General in Council is pleased to decide that all loans raised locally under Provincial guarantees shall be recorded under a Head of "Local Loans raised for Material Improvements," subordinate to the Head of "Public Debt incurred," re-payments of such loans being exhibited under the Head of "Public Debt discharged." The interest upon such loans should be shewn under the Head of "Interest on Funded and Unfunded Debt" (Provincial Section).

7. In like manner the revenue and expenditure (apart from interest on borrowed capital) of all local railways, such for example as the "Mathura and Hattress Line," should henceforth be recorded in the Imperial Estimates and Accounts under the Head of State Railways (Provincial Section).

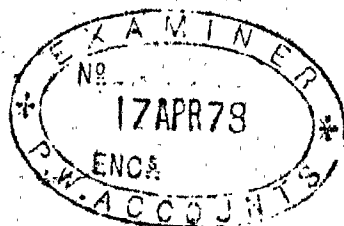
8. The figures needful for carrying out these several orders upon the Regular Estimates of 1877-78 and the Budget Estimates of 1878-79 should be supplied at the earliest possible date. It is desirable, if possible, in effecting the incorporations here determined, to avoid the introduction of any new major Heads of Account. It is believed that all the revenue now to be incorporated will appear under one or other of the existing Heads, and that the Head of "Provincial Contributions" may be abolished, all contributions received from any of the Local Funds proper being also recorded under some existing Revenue Head.

9. In like manner there will probably be no difficulty in distributing all the expenditure under the existing Heads of Expenditure. But each Accountant General should give such full particulars as will enable the Government of India to decide any doubtful questions of classification which may arise.

10. He should also add a list of the Local Funds of which the transactions will continue to be recorded outside the Provincial Accounts with the reasons for the exclusion of each Fund.

ORDERED, that this Resolution be communicated for information and guidance to the Public Works Department, to the Local Governments and Administrations, the Comptroller General, and to the Accountants General and Deputy Accountants General in independent charge.

1933 W
9



GOVERNMENT OF INDIA.
PUBLIC WORKS DEPARTMENT.

ACCOUNT.
General.

To

17/4

Circular No. 36 Public Works.

Dated April 5, 1878.

Received

*To C.
Re the 8th inst.
an order in the
local Finl. Dept., No. 54
of the 27th March, 1878
upon the Resolution of
the Govt. of India, was
marked & now
for disposal. Will
you please return the
Circular with the papers
as soon as you
have drafted in them?*

Authorising the incorporation in the Provin-
cial accounts of the transactions of various Local
Funds at the disposal of the Local Governments.

*D/M
16.4.*

No. 455, P. W. D. Press—5-4-78—250.

*1933 W
10*

PROCEEDINGS of the MADRAS GOVERNMENT

IN THE

PUBLIC WORKS DEPARTMENT,

No.

1933 W

Under date the

23^d April 78

Read the following:—

G.O. No. 743 of 28th May/73-7. D

" 91 " 9 July/72

" 789 " 19 June/72-7. D

" 389+390 of 8 Feb/71

G.O. IN THE FINANCIAL DEPARTMENT

NO. 584 DATED 27TH. MARCH 1878.

Also Circular of the G. & S.
No. 36 of 5 April 1878.

ORDER THEREON

COMMUNICATED TO THE EXAMINER,

P.W. ACCOUNTS, FOR INFORMATION.

sent
22/4
22/4

Ex: P.W.D. ✓ 22/4-5-78

BoE 18-4-78

Re. 22/4/78

1933 W
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1533
12/26

Govt. of India

PUBLIC WORKS.

To
[Signature]

Dated

Issued

Recd.

Encl.

G. O., 23 Apr 1878, No. 1933 W

Hos.

The incorporation in the Provincial Acts
the transactions of various Local Funds
at the disposal of the Local Governments.

Circular from the Govt of India
anent — Com^o to the Ex^r P.W. &c

[Signature]