

(1) Number of pages 16
(2) Date of repair 5. 11. 86
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TAMIL NADU ARCHIVES

GOVERNMENT OF TAMIL NADU

P.W. DEPARTMENT

G.O. No.	648 W	Press.
B.P. No.		Mis.
Dated	4. 3. 1879	197.

1009.

Not to be folded or roughly handled

6/8

GOVERNMENT OF MADRAS.
PUBLIC WORKS DEPARTMENT.

4th March 1879, No. 648 W.

General.
Account.

Read the following paper:—

No. 33. From Lieutenant W. L. C. BADDELEY, R.E., Acting General Superintendent, Public Works Workshops, to the Deputy Chief Engineer, dated Madras, 11th February 1879, No. 4,233.

UNDER instructions from His Grace the Governor I have the honor to forward the following explanation of "Increase to Capital," under which head a provision of 30,000 has been asked for in this office No. 3,990, dated 24th January 1879, to the Superintending Engineer, Third Circle.

2. The Workshop is expected to repay to Government, in full, the whole of the amounts received in cash and in stores, to surrender the net profits, and also to pay interest at 5 per cent. on the Capital or opening balance of the year; these items are shown on the credit side of the Workshop account with "Her Majesty's Government," whilst the debit side of this account shows the adjustments made by cash payments into the Treasury and transfer of approved invoices. The difference between these two sides of account is the increase or decrease to Capital, or in other words if the Workshop cannot repay the whole of the amount for which it has become liable to Government, or if it can not only repay but also credit Government with a further amount an increase or decrease of Capital is the result.

3. Among the chief causes of "Increase to Capital" are laying in too large a stock of materials which cannot be worked off during the year, works in progress at the end of the year and outstanding bills; and I am confident that by attention to the first of these in particular much can be done to do away with the necessity for a large budget allotment under the head in question.

4. In conclusion I would remark that as increase or decrease of Capital is the difference between the opening and closing balances of the Capital Account, it is impossible to do more than form a rough approximation of the amount required until the year's accounts have been actually closed.

No. 33-A. From the Examiner of Public Works Accounts, dated 18th February 1879, No. 80 B.

No. 34. ORDER THEREON, 4th March 1879, No. 648 W.

THE Government resolve to direct that the Examiner of Public Works Accounts and the General Superintendent of Public Works Stores shall, in consultation, submit a joint report on the present system of Workshop accounts, which appears to His Grace in Council to be misleading and objectionable.

2. It is essential that the shops shall be self-supporting; and if they are not so measures must forthwith be taken to bring them within self-supporting limits, no fresh supplies of stores excepting those absolutely necessary for immediate use being obtained, and the establishment being reduced as much as possible.

3. The General Superintendent will at once turn his attention to this latter point, and report what reductions are feasible.

(True Extract.)

Colonel, R.E.,
Ag. Secy. to Govt., P.W.D.

To the Examiner of Public Works Accounts.
" General Superintendent, Public Works Workshops.

Edw. C. Howarth,
Spare Copies

GENERAL
ACCOUNT.
★
Govt. of (1879) Madras.
PUBLIC WORKS

To
THE EXAMINER OF PUBLIC
WORKS ACCOUNTS.
&c., &c., &c.

Dated March 4/80

Amount

Rs.

Pais.

G. O., 4th March 1879, No. 543 W.

MARCH
Nos. 33-34.

Public Works Workshop Accounts.—The Examiner, Public Works Accounts, and the General Superintendent, to submit a joint report on the present system of the —, and the General Superintendent to report what reductions are feasible in the establishment of the Workshops.

PRESIDENCY WORKSHOPS, D. P. W.,
Madras, 11th February 1879.

No. 1233

From

THE GENERAL SUPERINTENDENT,
PUBLIC WORKS WORKSHOPS,

To

THE

Deputy Chief Engineer
Madras

SIR,

Under instructions from His Grace the Governor, I have the honor to forward the following explanation of "Increase to Capital," under which head a provision of 31,000, has been asked for in this Office No. 3990 of 26th Jan'y/79, to the Superintending Engineer, 3rd Circle.

2. The Workshop is expected to repay to Government, in full, the whole of the amounts received in cash and in stores, to surrender the net profits, and also to pay interest at 5 per cent on the Capital or opening balance of the year; these items are shown on the credit side of the Workshop account with "Her Majesty's Government," whilst the debit side of this account shows the adjustments made by cash payments into the Treasury and transfer of approved invoices. The difference between these two sides of account is the Increase or Decrease to Capital, or in other words if

if the Workshop cannot repay the whole of the amount, for which it has become liable to Government; or if it can, not only repay, but also credit Government with a further amount, an Increase or Decrease of Capital is the result.

3 Among the chief causes of "Increase to Capital" are laying in too large a stock of Materials; which cannot be worked off during the year, works in progress at the end of the year and outstanding Bills; and I am confident that by attention to the first of these in particular, much can be done to do away with the necessity for a large Budget allotment under the head in question.

4. In conclusion, I would remark that as Increase or Decrease of Capital is the difference between the opening and closing balances of the Capital Account, it is impossible to do more than form a rough approximation of the Amount required, until the year's accounts have been actually closed.

I have the honor to be
Sir
Your most Obedt Servant
Wm Baddley Esq. Secy. to the Admiralty
By Order of the Admiralty

THIS APPEARS TO ME TO BE
CORRECT UNDER THE PRESENT SYSTEM
OF WORKSHOP ACCOUNTS. IT IS HOWEVER
IMPOSSIBLE FOR ME TO CHARACTERIZE
TOO STRONGLY THE PRESENT SYSTEM OF
A
WORKSHOP ACCOUNTS. I HAVE WISHED
FOR SOMETIME TO TAKE UP THE MATTER.
IT IS HOWEVER TOO BIG A SUBJECT

Letter from the General Superintendent,
Mn. Workshops, Madras, No 4233 dated
11th Feb. 1879.

Mr Baddley gives an
plain & clear statement
in explanation of the
increasing capital -

As I expected it - proves
to be an adjoining
account - a convenient
mode of - making it
appear that the shops
are self supporting -

Investment of a certain
portion of capital in
store of material is
a necessary proceeding
in such work - Having
that amount - Having
been ascertained as it has
been by practice - the
addition of capital by
purchase of more than

Circulated to
His Grace the Governor
for information

Manufacture

19/2 - Collier

Ref. Secy to Govt. Mr. ...

The so-called Capital is
in fact the debt due by the State
to the Govt. Practically the entire
and the Capital of the Govt. is
not your bill as an asset
the debt of the Govt. is the
fact that the picture will be
good and perfect as possible
by reduction of Capital liabilities
very possible economy being
applied that can be admitted
in short, injury to efficiency.
The Govt. of the State is
not to be imposed by
anyone. - L.S.

Needed to maintain
 Stock in the provision
 Major Tipale - { last year when I examined stores I
 found much material of 10 or 12 years
 standing - even more

The other items should
 have been shown as
 deficit instead of
additional capital -
 addition to capital
 implies some value
 added -
 To call deft. additional
 to capital may be
 convenient but not
 correct -

The workshops fail to
 pay 5% on capital invested
 besides their liabilities for
 cash advanced & stores - &
 are therefore in deficit - that
 deficit is reduced by collection of
 outstanding - work in progress &
 in complete is a legitimate set-off -
 I think Mr. Baddely said at one time
 his attention to this establishment of
 workmen & consider whether reduction
 cannot be made in the only legitimate cause
 in view - purchase of stores being allowed for - the
 shops must be made to at least be self-supporting or be
 reduced to self-supporting limit for 20%
 on 14 - 27.2

No fresh supplies to be obtained except under the most urgent cases.

Genl
 No 648 W P.O. Sept. 6

Proceedings of the Madras Government.

Order date the 4th March 1909

Read the following:-

From
 The Secy. Supt. P.W. Workshops (No. S-4233 d/11 Feb 1909)

The Government resolve
 to direct that the Secy.
 P.W. Accounts shall, in
 consultation with the
Genl. Supt. of P.W. Stores,
 submit a joint report
 on the present system
 of Workshop Accounts,
 which appears to his
 Grace in Council to
 be misleading and
 objectionable in the

LK

10/2

highest degree.

It is essential that the ships shall be self-supporting; and if they are not so, measures must forthwith be taken to ~~put~~^{bring} them within self-supporting limits, no fresh supplies of stores excepting those absolutely necessary for immediate use being obtained, and the establishment being reduced as much as possible.

The General Supt. will at once turn his

attention to this latter point, and report what reductions are feasible.

Wk
26.2.79.

Ex. P.M. Accounts
~~Subst. J. J. J.~~
Sent. Supt. P.M. Workshops
W. J. J.

Despatch 15379.

North to Lindholm
10/10/10

10/10/10
4/3

11-6-13

Cu 1347

Govt. of Madras.

PUBLIC WORKS.

To

Dated

Issued

Recd.

Encl.

G. O. 4 Mar 1879, No. 648 W

Nos. 33-34

P. & M. Accounts

The P. & M. Accounts & the
Supdt. to submit a joint
report on the present state
of the —, & the ^{Joint} Supdt.
report what reductions are
feasible in the establishment
of the P. & M. Accounts.