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G.O., No. 267 Marine

DATED 13 Oct 1898.

[Despatch Abstract.]
Commutation of Permanent Annual
Payments

Pro: Fine Dept. Communicating
Resolution of the Govt of India prescribing
revised rules for calculating the Capital
and Value of all permanent annual
payments to or by Govt, Communicated
to Office of the Secy.

p/ck

Indexed.

G.O.	No.	Department.	Date.	G.O.	No.	Department.	Date.

value of all permanent annual
in the Fort St. George Gazette. *with 2 copies*
on paper
in Bygone with 1 copy
24/10/19

GOVERNMENT OF MADRAS.

FINANCIAL DEPARTMENT.

READ—the following paper:—

Proceedings from the Government of India, Finance and Commerce Department (Accounts and Finance—Rules and General Matters), dated Simla, the 24th August 1898, No. 3744-A.

Read—

Resolution in this Department, No. 1321, dated the 19th July 1872.

Resolution.—In supersession of the orders contained in the resolution read in the preamble, His Excellency the Governor-General in Council is pleased to prescribe the following rules for calculating the capitalised value of all permanent periodical payments to or by Government:—

(1) When Government is entitled to receive a periodical payment in perpetuity, and existing orders authorise the commutation of that payment for a single payment, the said single payment should not be less than thirty times the amount annually paid. If the payer is not willing to commute at this rate, the right to receive periodical payment should not be given up.

(2) When Government is under an obligation to make a periodical payment in perpetuity, and existing orders authorise the commutation of that payment for a single payment, the said single payment should not be more than twenty times the amount annually paid. If the payee is not willing to commute at this rate, the system of periodical payment should continue.

2. The above rules apply only to cases of actual commutation of payment. They do not affect any orders relating to the valuation of a grant, assessment, or other concession or demand, when such valuation is made for official purposes only, and not for the calculation of an actual payment.

3. Remissions of land revenue when made in the case of land taken up for a public purpose should be valued at twenty-five times the annual amount of land revenue remitted.

Order—Ordered that this resolution be communicated to the several Departments of the Government of India, to all Local Governments (except Bengal) and administrations, to the Government of Bengal with reference to its letter No. 4681-F., dated the 21st August 1897, to the Comptroller and Auditor General and to all Accountants General and Comptrollers.

Ordered also that it be published in the *Gazette of India* for general information.

(Signed) J. B. BRUNYATE,
Under Secy. to the Govt. of India.

ORDER—No. 795, Financial, dated 16th September 1898.

Communicated to the departments of the Secretariat.

2. The resolution will be republished in the *Fort St. George Gazette*.

(True Extract.)

for Chief Secretary.

To all Departments of the Secretariat (except Legislative),
the Accountant-General,
Gazette.