

MADRAS RECORD OFFICE.

Government of Madras.

Political DEPARTMENT.

G.O. No. 200

Press
~~Mis.~~

Dated 15-7-1863

Not to be folded or roughly handled

*Proceedings of the Madras Government, Political Department,
15th July 1863.*

No. 16. Read the following Proceedings of Government in the Revenue Department, dated 10th July 1863, No. 1,247.

Communicating for information the Resolution of the Government of India, that British subjects in Foreign Territory, not employed in the service of Her Majesty, are to be exempt from Income Tax, and that only servants of the British Crown are taxable without reference to the question whether or not the funds for the payment of their salaries are provided by a Native State.

(Vide Proceedings Revenue Department, dated 10th July 1863, Nos. 191 and 192.)

No. 17. ORDER THEREON, 15th July 1863, No. 200.

To be recorded.

(Signed) J. D. SIM,
Secretary to Government.

REVENUE DEPARTMENT.
PROCEEDINGS OF THE MADRAS GOVERNMENT.

Read the following Extract from the Proceedings of the Government of India, in the Financial Department, dated 19th February 1863, No. 506*g*.—

Read again Financial Resolution, No. 157*g*, of the 9th August 1862, regarding the levy of Income Tax on salaries of Officers serving in Foreign States.

Read also the Returns submitted in compliance with the requisition contained in the above Resolution.

RESOLUTION.—Several questions having arisen as to the proper construction to be put upon Section I, Act XXXIX of 1860, the Honorable the President in Council is pleased, after careful consideration, to rule as follows:—

Against British subjects in Foreign Territory not employed in the service of Her Majesty, it is not the intention of the Government of India to press the demand for Income Tax: and the public servants of a Foreign State employed in Foreign Territory are clearly exempt from the incidence of the tax. Only the servants of the British Crown are to be considered as public servants within the meaning of the Section under review. All the members of the last class are taxable without reference to the question whether or not the funds for the payment of their salaries are provided by a Native State.

This ruling cancels all previous orders on the subject, and specially those noted in the Financial Resolution, No. 9,594, dated 24th September 1860. margin. But arrears of
Ditto ditto, dated 20th November 1860. the tax will not be
Ditto ditto, dated 20th June 1861. demanded from those
Letter to Civil Paymaster, North-Western Provinces, No. 1,803, dated 28th February 1862. Officers who, under any
Financial Resolution, No. 3,681, dated 23rd May 1862. of the orders hereby
Ditto ditto, No. 157*g*, dated 9th August 1862. superseded, may hitherto have been exempted from the operation of the law.

- * Foreign, Home, Military, Public Works.
- † Governments of Bengal, Madras, Bombay, the North-Western Provinces, and the Punjab.
- ‡ Chief Commissioners of Oude, Central Provinces, British Burmah.
- § Residents of Hyderabad, Indore, Baroda, Nepal.
- || Agent to the Governor General, Central India.
- ¶ Ditto ditto ditto, Rajpootannah.
- ||| Commissioner of Mysore.
- §§ Chief of the Military Finance Department.
- Accountant General to the Government of India.
- Deputy Auditor and Accountant General. { Bengal.
- Civil Paymaster. { Madras.
- { Bombay.
- { North-Western Provinces.
- { Punjab.

ORDERED, that a copy of the above Resolution be sent to the Departments,* Governments,† Administrations,‡ and Officers,§ noted in the margin, for information and guidance.

(A true Extract.)

(Signed) J. W. S. WYLLIE,
Under Secy. to the Govt. of India.

ORDER THEREON, 10th July 1863, No. 1,247.

Ordered to be communicated to the Board of Revenue for their information and guidance.

(True Extract.)

M. A. S. S. S.
Acting Deputy Secretary to Government.

To the Board of Revenue.
„ Income Tax Commissioners.
„ Political Department.

Exd, S. T. Augustin,

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