M.R.O. 14—10,000—21-4-22

MADRAS RECORD OFFICE.

Government of Madras.

Revenue **DEPARTMENT.**

G.O. No. 1621	Press Mis.
278-279	
Dated 17-9- 1869.	

Not to be folded or roughly handled

No. 278. Read the following letter from Lieutenant-Colonel W. H. HORSLEY, Chief Engineer, to J. D. BOURDILLON, Esq., Secretary to Government, dated Chepauk, 1st September 1860, No. 4,332:—

SIR,

I have the honor to submit for the consideration and Orders of Government, a letter from Mr. Merrall, Covenanted Civil Engineer, remonstrating against the deduction made by the Civil Auditor in his Pay Abstract for July last, on account of Income tax, on the score of the Covenant entered into between himself and the late Court of Directors, and representing that even in the event of his being declared liable to the tax, the deduction cannot properly be made on the sum of £100 per annum made payable to his son in England, as a similar tax is charged on that sum by the Home Government.

1 *Letter from Mr. Merrall, dated 21st August* 1860.

No. 279. ORDER THEREON, 17th September 1860, No. 1,621.

It appears to the Government that, under Schedule 4 of Section 1 of the Act, the whole of Mr. Merrall's salary is liable to Income tax. No exception is there found in favor of salaries paid under covenant; and the whole amount of Mr. Merrall's salary is payable to himself in India, though a part, for his convenience, is actually paid in England.

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

Central Office of P. W.
Chepauk.
1st September 1860

No. 4332

From, The Chief Engineer

To, The Secretary to Government.
Public Works Department.

Public.

Sir,

I have the honor to submit for the consideration and orders of Government a letter from Mr. Merrall, Covenanted Civil Engineer, remonstrating against the deduction made by the Accountant in his pay Abstract for July last on account of income tax, on the score of the Covenant entered into between himself and the late Court of Directors, and representing that even in the event of his being declared liable to the tax the deduction cannot properly be made on the sum of £100 per annum made payable to his Son in England as a similar tax is charged on that sum by the Home Government.

Enclosure One.
A letter from Mr. Merrall dated 21st August 60.

I have the honor to be,
Sir,
Your most obedient servant.

A B. Lieut.t Colonel
Actg. Dy. Chief Engineer &c

Lieut.t Colonel
Chief Engineer.

Ed. Balfour Esqre Chief Secy

D. Rec. 1860 Department.
Pro. of Govt. for Septr
No. 1864.

From The Chief Engineer.

To, The Secretary to Government
Public Works Depart.

Dated 1st
Recd 3d September 1860.

No. 4332
Encl. 1
From Do. 2/26 Octr 1860 No. 25
in Re.

Forwards for orders a letter from Mr. Merrall remonstrating against deductions on acct. of Income tax on the score of his Covenant.

No 275 & 279

No. 1621. 17th Sept.

No. 1621.

It appears to the Govt. that under Schedule 4 of Section 181 of the Act, the whole of Mr. Merrall's salary is liable to Income tax. No exception is there found in favor of salaries paid under covenant, & the whole amount is payable to Mr. Merrall residing in India, though a part, for his convenience, is actually paid in England.

Fort St George
pro 17th Septr 1860
Chief Engineer
Civil Auditor
Income Tax Commr
Bd of Rev.

Dft 519 with Papers.

Do. Septr 17th 1860