

(1) Number of pages 12
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MADRAS RECORD OFFICE.

Government of Madras.

Revenue.

DEPARTMENT.

G.O. No. 161

Press
Mis.

Dated

24.1.

1871.

Not to be folded or roughly handled

17

*Proceedings of the Madras Government, Revenue Department,
24th January 1871.*

No. 332. Read the following endorsement of the Secretary to Government, Military Department, dated Fort Saint George, 14th January 1871 :—

Read the following letter from the Acting Controller of Military Accounts, to the Secretary to Government, Military Department, dated Fort Saint George, 12th January 1871, D.

THE HON. the honour to forward a letter from the Secretary, Military Fund, with enclosures, requesting the orders of Government in regard to the liability to

No. 1,240 of 20th December 1870. Income-tax of passage-money paid by the Fund to officers proceeding to Europe on sick certificate.

2. Refund of Income-tax, deducted from passage-money granted by the Military Fund to a widow, was authorized by the Government of India on this Revenue Department, No. 1,504, of 4th October 1870, under Military Department, No. 2,932, of 10th idem, Military Department, Docket No. 2,532 of 6th September 1870. Office Report D., of 15th July 1870, in which it was pointed out that an officer's travelling allowances and passage-money to England were exempt from taxation

on the ground that "casual grants made by the State to officers for some specific purpose (for which the amount granted is understood simply to suffice)" are not taxed, and in accordance with this view, the Secretary Military Fund was informed that passage-money and equipment allowance granted to an officer by that Institution, which is now a public one, are exempt.

3. The Accountant-General, however, appears from a letter, forming one of the enclosures, to be of opinion that as no reference is made in the above quoted orders to the passage-money paid to officers by the Service Funds, which, under the orders of Government in the Revenue Department of 13th June 1863, was expressly declared liable to Income-tax, such should still continue to be so taxed; but as that order applied to all payments of this nature made by the Fund, whether to officers or their widows, it does not appear to me that the former should be brought under its operation after the latter have been exempted from it and declared to be "not liable to taxation under the Income-tax Act of 1870."

REFERRED with letter No. 194 of 1871 to the Revenue Department.

(Signed) A. T. WILDE, Major-General,
Secretary to Government.

No. 333. ORDER THEREON, 24th January 1871, No. 161.

Miscellaneous.

THE Government consider that the principle of the exemption from Income-tax by the Supreme Government in their letter dated 23rd September 1870, No. 3,724, of passage-money granted to widows by the Military Fund is equally applicable to the similar grants made to officers

*Proceedings of the Madras Government, Revenue Department,
24th January 1871.*

proceeding to Europe on sick certificate, and direct that these last be exempted accordingly.

(True Extract.)

(Signed)

W. HUDLESTON,

Secretary to Government.

To the Military Department.

„ the Accountant-General.

„ the Board of Revenue.

„ the Secretary, Military Fund.

„ the Secretary, Civil Fund.

Exd. F. R. Bantleman.

Fort St. George, 12th January 1871.

No.

From *By*
The Controller of Military Accounts,

Fort St. George,

To The Secretary to Government,
Military Department.

Sir,
I have the honor to forward a letter, from the Secretary's Military Fund, with enclosures, requesting the orders of Government in regard to the liability, to Income Tax of Passage money paid by the Fund to Officers proceeding to Europe on sick certificate.

2. Refund of Income Tax, deducted from passage money granted by the Military Fund to widows, authorized by the Government of India, on this Office Report D of 15th July 1870, in which it was pointed out, that an Officer's travelling allowances and passage money to England were exempt from taxation, on the ground, that personal grants made by the State to officers for some specific purpose, for which the amount granted is understood simply

Cost of 118713 Rupees.

REVENUE.

To

THE MILITARY DEPARTMENT,

Ac, Ac, Ac.

Dated January 24th.

Recd.

End

G. O., 24th January 1871, No. 161.

JANUARY.

Nos. 332-333.

Passage money paid to Officers by the Military Fund.—Passing orders on the letter from the Controller of Military Accounts with reference to its exemption from Income-tax.

to suffer) are not taxed, and in accordance with
this view, the Secretary, Military Fund, was informed
that passage money and equipment allowance
granted to an Officer, by that Institution, which
is now a public one, are exempt. —

The Accountant General, however, appears
from a letter forming one of the enclosures to be of
opinion that, as no reference is made in the
above-quoted Orders to the passage money paid
to Officers by the Service Funds, which under the
Orders of Government in the Revenue Department
of 13th June 1863, was expressly declared liable
to Income Tax, such would still continue to
be so taxed; but, as that Order applied to all
payments of this nature made by the Fund,
whether to Officers, or their widows, it does not appear
to me that the former should be brought under
its operation after the latter have been exempted
from it, and declared to be "not liable to taxation
under the Income Tax Act of 1870." —

I have the honor to be,

Sir,
Your Obedient Servant.

Thos. C. L. (C. L.)

10-19 March 1871
 15 June 1871
 20 Aug 1871
 10 Oct 1871
 20 Jan 1872

10 Oct 1871
 20 Jan 1872

Referred with Ltho No 194 of 1871,
 to the Revenue Department
 14th January 1871
 Secy & Genl
 With Ltho No 194 & 5 Enclos. / 14th Jan 1871

Regarding documents
 on Passage money paid to
 Officers by the Military
 Fund

Dated 12th January 1871
 Received 13th 1871
 Enclosures 2
 Endorsement.
 No. 13

To
 The Controller of Military Accounts,
 Fort St. George,
 Madras
 14th Jan 1871

Jan

Revenue Department

77-161

PROCEEDINGS of the MADRAS GOVERNMENT.
 Under date the 21st Jan 1871
 Read the following letter Indorsement

from the Secy to Govt
 Mily Dept.

Referring letter from
 Cont. of Mily Accts. with
 enclo. regarding Income Tax
 & Passage money paid to
 Officers by the Mily Fund

14th Jan 1871

S. D. S.

The Govt consider
 that the principle
 of the exemption from
 Income Tax by the
 Supreme Govt in their
 letter dated 23rd Sep. 1870,
 No. 3724, of Passage money
 granted to Widows by
 the Military Fund

is equally applicable
to the similar prompts
made to Officers pro-
ceeding to Europe on
Sick Certificate and
direct that ^{they be} ~~they~~
exempted accordingly

L.B.

7 M^{rs}: Dept^l with 6. Sept 25
6 Act: General.)
14 Rev: P.D.)
1 Secy. M^{rs}: Fund)
1 " Civil Fund)

60

2/10

Passage money
paid to officials
by Public Fund
Exempt from
Income Tax

Out of 118 } Millions.

Dated
Dec. } 18, No.

Nos.

Ch
Geo

No 331-