



GOVERNMENT OF MADRAS

FINANCE ACCOUNTS
1940-41

AND THE

AUDIT REPORT
1941

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Finance Accounts of the Government of Madras for the year 1940-41 and the Report of the Auditor General of India.

Certificate of the Auditor General of India.

This compilation containing the Finance Accounts of the Government of Madras for the year 1940-41 and the report of the Auditor General of India presents the accounts of the receipts and outgoings of the Government of Madras for the year, together with a report on the financial results disclosed by the different accounts and other data coming under examination, that is to say, both the revenue and capital accounts, the accounts of the public debt and the liabilities and assets of the Government of Madras as deduced from the balances recorded in its books and other information. It supplements the report of the Auditor General of India on the accounts of the audited expenditure of the Government for the year, separately presented in the form of Appropriation Accounts for each Grant. In compliance with Section 169 of the Government of India Act, 1935, the Auditor General's report on the accounts accompanied by the accounts themselves is submitted by the Auditor General to His Excellency the Governor to be laid before the Legislature.

The Accounts for 1940-41 which as Auditor General I am required to audit, both the Finance Accounts and the Appropriation Accounts, have been examined under my direction by the Accountant General, Madras, in accordance with the provisions of the Government of India (Audit and Accounts) Order, 1936. Likewise, as prescribed by Section 170 of the Government of India Act, 1935, the accounts of transactions of the Government in the United Kingdom have been audited by the Auditor of Indian Home Accounts under my general superintendence. It is to be noted that the Auditor General's responsibility for the audit of the accounts of the Government does not extend in full to the audit of the accounts of revenue, but I am satisfied on the best information available that the accounts of revenue included in the Finance Accounts herewith presented give a correct statement of the sums brought to account. Subject to these observations and also to those contained in the detailed reports which follow and in the report on the Appropriation Accounts, the accounts now presented are correct statements of the receipts and outgoings of the Government of Madras for the year 1940-41.

NEW DELHI ;
The 1st December 1941. } .

A. C. BADENOCH,
Auditor General of India.

A.—GENERAL FINANCE ACCOUNTS.

I.—REPORT.

INTRODUCTORY.

1. *Main Divisions of Accounts.*—There are four main divisions of Government accounts :—

- | | |
|--------------|-----------------|
| (1) Revenue. | (3) Debt. |
| (2) Capital. | (4) Remittance. |

The first division deals with receipts from taxation and other sources of revenue and the expenditure therefrom, the net result of which represents the revenue surplus or deficit for the year. The second division deals with expenditure met usually from borrowed funds with the object either of increasing concrete assets of a material character or of reducing future recurring liabilities, such as those for future pensions by payment of the capitalised value. It also includes receipts of a capital nature which can properly be applied as a set-off to capital expenditure. The third division comprises receipts and payments in respect of which Government incurs a liability to repay the money received or has a claim to recover the amounts paid, together with repayments of the former and recoveries of the latter. The fourth and last division embraces all merely adjusting heads : e.g., cash remittances from one treasury to another, transfers between different accounting circles and remittances between India and England. Credits and debits taken to the adjusting heads in the first instance are cleared eventually by adjustment under final heads.

The transactions included in these accounts represent mainly the actual cash receipts and disbursements during the financial year April to March, as distinguished from amounts due to or by Government during the same period. The cash basis system is, however, not entirely suitable for recording the transactions and presenting the true state of affairs of Government Commercial undertakings run on commercial principles. The detailed accounts of this class of undertakings are therefore maintained outside the regular accounts in proper commercial form and these accounts are subjected to a suitable audit check by the Indian Audit Department.

2. *Sections and Heads of Accounts.*—Within each of the four divisions mentioned above, the transactions are grouped into Sections which are further subdivided into Major heads of Account. The Sections are distinguished by letters of the alphabet, a single letter denoting the revenue portion and a double letter denoting the capital portion of a particular category of transactions, e.g., Section A denotes the revenue (and expenditure) grouped as "Principal Heads of Revenue" and Section AA denotes the capital

expenditure on works connected therewith. The Major heads in the Revenue and Capital divisions are numbered serially, Roman numerals being employed on the receipt side and Arabic on the disbursement side. No numbering is adopted for debt and remittance heads, though these are also arranged in Sections.

The Major heads are subdivided into Minor heads and the Minor heads into Sub-heads and Detailed heads. Under each of these heads, the expenditure is shown distributed between charged and authorised. The Major, Minor and Sub-heads prescribed for the classification of expenditure in the general accounts are not necessarily identical with the Grants, Sub-heads and other units of allotments which are selected by the Finance Department for Demands for Grants and the Appropriation Accounts; but in general, a certain degree of correlation is maintained between the Demands for Grants and the Appropriation Accounts on the one hand and the Finance Accounts on the other.

3. *Balances and Reserves.*—The accounts work from balance to balance, these balances working up to the general cash balances, a portion of which is kept in the treasuries within the Province while the rest is deposited with the Reserve Bank of India. Apart from these cash balances are the Cash Balance Investment Account and other special Reserves invested outside the general cash balance of Government. Most of these Reserves are invested in treasury bills and other short term securities of the Government of India.

(Throughout this part of the report the amounts shown represent thousands of rupees unless the contrary is specifically indicated.)

SUMMARY OF THE TRANSACTIONS FOR 1940-41.

4. A summary of the detailed transactions during the year under report as compared with the budget for the year is given in the subjoined statement:—

Receipts.	Budget Estimates, 1940-41.	Actuals, 1940-41.	More (+) Less (-).	Disbursements.	Budget Estimates, 1940-41.	Actuals, 1940-41.	More (+) Less (-).
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
I.—Revenue.				Expenditure—			
Revenue—				Direct Demands on the Revenue—			
Principal Heads of Revenue—				Taxes on Income other than Corporation Tax			
Corporation Tax	40,00	62,40	+ 22,40	Land Revenue	23,99	22,85	— 1,14
Land Revenue	4,98,82	5,00,12	+ 1,30	Provincial Excise	29,59	28,12	— 1,47
Provincial Excise	3,21,46	3,39,65	+ 18,19	Stamps	4,76	5,41	+ 65
Stamps	1,73,08	1,80,13	+ 7,05	Forest	37,28	37,52	+ 24
Forest	45,08	48,48	+ 3,40	Registration	29,20	28,70	— 50
Registration	33,14	37,14	+ 4,00	Charges on account of Motor Vehicles Acts	74,46	71,52	— 2,94
Receipts under Motor Vehicles Acts	82,65	79,87	— 2,78	Other Taxes and Duties	15,79	13,55	— 2,24
Other Taxes and Duties	87,46	1,30,02	+ 42,56				
Total, Principal Heads.	12,81,69	13,77,81	+ 96,12	Total, Direct Demands.	2,15,07	2,07,67	— 7,40
Irrigation—Net Receipts	1,93,82	2,03,37	+ 9,55	Irrigation	1,26,14	1,25,06	— 1,08
Debt Services	22,69	24,40	+ 1,71	Debt Services	— 35,23	— 24,69	+ 10,54
Civil Administration	85,04	1,00,62	+ 15,58	Civil Administration	10,61,29	10,80,74	+ 19,45
Civil Works and Miscellaneous Public Improvements	34,57	27,54	— 7,03	Civil Works and Miscellaneous Public Improvements	1,28,46	1,15,94	— 12,52
Electricity Schemes—Net Receipts.	35,81	37,97	+ 2,16	Electricity Schemes	26,39	25,96	— 43
Miscellaneous	22,20	35,53	+ 13,33	Miscellaneous	1,52,65	1,50,04	— 2,61

Contributions and Miscellaneous Adjustments between Central and Provincial Governments.	30	26	—	4	Contributions and Miscellaneous Adjustments between Central and Provincial Governments.	..	..	..
Extraordinary items .. ..	..	..	..	..	Extraordinary items .. ..	..	58,51	+ 58,51
					Capital expenditure within the Revenue Account (Details by Major Heads are given in Account No. 2)	53	15,52	+ 14,99
Total, Revenue ..	16,76,12	18,07,50	+ 1,31,38		Total, Expenditure on Revenue Account.	16,75,30	17,54,75	+ 79,45
Surplus	82	52,75	+ 51,93					

II.—Capital.

Capital Expenditure outside the revenue account—

Irrigation	4,38	2,75	—	1,63
Industrial Development ..	19	45	+	26
Civil Works	13,05	10,82	—	2,23
Electricity Schemes	85,98	43,10	—	42,88
Commuted Value of Pensions.	— 10,18	— 2,01	+	8,17
Total	93,42	55,11	—	38,31

III.—Debt.

<i>Public Debt—</i>					<i>Public Debt—</i>			
Permanent Debt	1,00,00	69,51	—	30,49	Permanent Debt .. ..	..	7,69	+ 7,69
Floating Debt	11,00,00	6,13,00	—	4,87,00	Floating Debt	11,00,00	6,13,00	— 4,87,00
Loans from the Central Government .. ..	..	..	..	..	Loans from the Central Government	6,13	6,13	..
Total	12,00,00	6,82,51	—	5,17,49	Total	11,06,13	6,26,82	— 4,79,31
<i>Unfunded Debt—</i>					<i>Unfunded Debt—</i>			
State Provident Funds ..	73,03	72,55	—	48	State Provident Funds ..	57,10	57,79	+ 69
Total	73,03	72,55	—	48	Total	57,10	57,79	+ 69

SUMMARY OF THE TRANSACTIONS FOR 1940-41—cont.

Receipts.	Budget Estimates, 1940-41.	Actuals, 1940-41.	More (+) Less (-).	Disbursements.	Budget Estimates, 1940-41.	Actuals, 1940-41.	More (+) Less (-).
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
III.—Debt—cont.							
<i>Deposits and Advances—</i>				<i>Deposits and Advances—</i>			
Appropriation for Reduction or Avoidance of Debt ..	8,72	20,56	+ 11,84	Appropriation for Reduction or Avoidance of Debt ..	6,98	7,39	+ 41
Famine Relief Fund ..	7,32	2,52	- 4,80	Famine Relief Fund ..	9,00	8	- 8,92
Depreciation Reserve Fund—				Depreciation Reserve Fund—			
Government Presses ..	1,42	1,29	- 13	Government Presses ..	50	38	- 12
Deposits of Depreciation Reserve of Commercial concerns	19	20	+ 1	Deposits of Depreciation Reserve of Commercial concerns.	3	7	+ 4
Revenue Reserve Fund ..	..	58,50	+ 58,50	Revenue Reserve Fund ..	..	..	..
Other Reserve Funds ..	11,71	21,60	+ 9,89	Other Reserve Funds ..	15,87	15,85	- 2
Deposits of Local Funds ..	8,72,84	8,26,22	- 46,62	Deposits of Local Funds ..	8,83,84	8,39,88	- 43,96
Civil Deposits	5,69,82	6,30,21	+ 60,39	Civil Deposits	5,72,97	6,09,57	+ 36,60
Other Accounts	27,49	25,76	- 1,73	Other Accounts	33,98	24,04	- 9,94
Advances not bearing interest.	38,42	38,88	+ 46	Advances not bearing interest.	38,01	38,66	+ 65
Suspense	3,78,16	6,81,03	+ 3,02,87	Suspense	3,63,26	9,24,04	+ 5,60,78
Miscellaneous .. ..	..	7,69	+ 7,69	Miscellaneous .. ..	..	12,34	+ 12,34
Total ..	19,16,09	23,14,46	+ 3,98,37	Total ..	19,24,44	24,72,30	+ 5,47,86
<i>Loans and Advances by Provincial Governments—</i>				<i>Loans and Advances by Provincial Governments—</i>			
Recoveries of Loans and Advances.	83,48	97,85	+ 14,37	Loans and Advances ..	1,00,12	86,96	- 13,16
IV.—Remittance.							
<i>Remittances—</i>				<i>Remittances—</i>			
Remittances	24,65,70	25,30,90	+ 65,20	Remittances	24,65,70	25,32,80	+ 67,10
<i>Cash Balance—</i>				<i>Cash Balance—</i>			
Opening Balance	69,58	1,34,49	+ 64,91	Closing Balance	61,79	53,73	- 8,06
Grand Total ..	74,84,00	76,40,26	+ 1,56,26	Grand Total ..	74,84,00	76,40,26	+ 1,56,26

Decrease of cash balance during the year .. 80,76
See also paragraph 13 dealing with 'Balance.'

REVENUE RECEIPTS.

(i) The increase of 1,31,38 in the revenue receipts is the net result of a rise of 3,67,03 under certain heads and a fall of 2,35,65 under others. The more important variations are explained below :—

Rise in Revenue.

Head of account.	Main reasons.
IV. Taxes on Income other than Corporation Tax (+22,40).	Share of the net proceeds of income-tax credited to this province being more than anticipated.
VII. Land Revenue (+1,30).	Better collections due to favourable seasonal conditions.
VIII. Provincial Excise (+18,19).	(i) Increase in the consumption of country spirits and country fermented liquor (15,23) and (ii) a special credit of 1,61 being the duty for the previous years on medical preparations of the Medical Stores Depot of the Defence Department.
IX. Stamps (+7,05)	.. Improvement in the sale of non-judicial stamps.
X. Forest (+3,40)	.. Chiefly due to (i) the sale of larger quantities of timber and teak poles to the Defence Department, (ii) larger quantity of sandalwood sold in the year and (iii) better prices realised for firewood, charcoal and bamboo coupes.
XI. Registration (+4,00)	.. (i) Increase in the number of registrations as a result of general improvement in conditions (3,60) and (ii) enhancement of the rate of copying fees (39).
XIII. Other Taxes and Duties (+ 42,56).	Increased yield from the General Sales tax (37,28), Entertainments tax (2,66) and Tobacco tax (3,48).

Rise in Revenue—cont.

Head of account.	Main reasons.
XVIII. Irrigation, etc., works for which no capital accounts are kept (+ 9,56).	Receipts of land revenue due to irrigation greater than anticipated.
XXI. Administration of Justice (+ 3,48).	Receipts under " Court fees realised in cash " and " General fees, fines and forfeitures " exceeded budget anticipations.
XXII. Jails and Convict Settlements (+ 1,48).	Larger sales of articles manufactured in jails.
XXVI. Education (+ 2,18).	Mainly due to (i) recovery from aided elementary schools of the excess grants paid to them in 1939-40 (1,39), (ii) larger fee receipts from Government Arts Colleges owing to increase in admissions (40) and (iii) receipts of the Text Book Committee not anticipated in the budget (37).
XXXII. Industries (+ 6,61).	Chiefly due to (i) larger sale of quinine products to other Governments and Administrations at a higher price (5,02), (ii) supply of guts to the Medical Stores Depot (45), (iii) increased receipts from the fish-curing yards (38) and (iv) the receipts of the fish liver oil industry newly started during the year (23).
XLI. Receipts from Electricity Schemes (+ 2,16).	Increased receipts due to the development of load above anticipations and to the commencement of operation of certain new schemes in the year, partly offset by an increase in working expenses due to the expansion of the systems, the increase in the amount advanced to agriculturists for the purchase of transformers and motor equipment on the hire-purchase system and the receipt of electrical materials intended to be issued to licensees.

Rise in Revenue—cont.

Head of account.	Main reasons.
XLV. Stationery and Printing (+1,86).	Recovery from local bodies of the cost of the supply of the Madras Legislative Assembly rolls for 1937-38 and 1938-39 not anticipated in the budget.
XLVI. Miscellaneous + 11,62).	Due mainly to the post-budget decision to credit to this head instead of to "23. Appropriation for reduction or avoidance of debt" the recoveries arising from the operation of the Provincial Loan Account towards amortization of a portion of the pre-autonomy and post-autonomy debts.

Fall in Revenue.

XII. Receipts under Motor Vehicles Acts (— 2,78).	Fall in the number of vehicles paying tax owing to the high price of petrol and war conditions.
XXXIX. Civil Works (— 7,03).	Smaller transfer from the Central Road Fund due to slow progress of expenditure on works financed from the Fund.

DEBT, DEPOSIT AND REMITTANCE HEADS—RECEIPTS.

(ii) The important variations are explained below :—

Head of account.	Main reasons.
Permanent Debt (— 30,49).	Due to the floatation, in view of war conditions, of a loan of only Rs. 70 lakhs instead of Rs. 1 crore contemplated in the budget.
Floating Debt (— 4,87,00).	Treasury bills were issued for Rs. 3.75 crores and ways and means advances taken for Rs. 2.38 crores against a budget provision of Rs. 6 crores and Rs. 5 crores respectively.

Head of account.	Main reasons.
Appropriation for reduction or avoidance of debt (+ 11,84).	Mainly due to the exhibition of the recoveries in the Provincial Loan Account adjusted towards amortization of a portion of the Provincial Government's debt as debits under "Miscellaneous Government Account" instead of as minus credits under this head as contemplated in the budget.
Famine Relief Fund (— 4,80).	Due to the contribution of Rs. 5 lakhs from the revenue account provided for in the budget not having been adjusted— <i>vide</i> explanation against "54. Famine" in sub-paragraph (iv) below.
Revenue Reserve Fund (+ 58,50).	<i>Vide</i> explanation against "64-A. Transfer to Revenue Reserve Fund" in sub-paragraph (iv) below.
Other Reserve Funds (+ 9,89).	Chiefly due to a contribution from revenue of Rs. 10 lakhs to the Fund for the Development of Rural Water Supply.
Deposits of Local Funds (— 46,62).	Decrease under most of the funds as compared with the budget estimates framed on the basis of past actuals.
Civil Deposits (+ 60,39) ..	Chiefly receipts under the "Viceroy's War Purposes Fund" not contemplated in the budget (56,18) and increased receipts under "Civil Court Deposits" (32,20) and "Public Works Deposits" (15,06) partly offset by decrease under "Personal Deposits" (37,83) due to a reduction in the issue of cash orders by treasuries with effect from the 1st October 1940 consequent on the new scheme of remittance facilities introduced by the Reserve Bank of India.
Other Accounts (— 1,73) ..	Decrease mainly under "Deposit Account of grants for economic development and improvement of rural areas."
Suspense (+ 3,02,87) ..	Chiefly increase under "Cash Balance Investment Account."

Head of account.	Main reasons.								
Miscellaneous (+ 7,69) ..	<i>Vide</i> explanation against "Permanent Debt" in sub-paragraph (vi) below.								
Loans and Advances by Provincial Governments (+ 14,37).	Mainly due to increased repayments under :— <table border="0" style="margin-left: 2em;"> <tr> <td>(i) Short term loans to the Central Land Mortgage Bank ..</td> <td style="text-align: right;">8,62</td> </tr> <tr> <td>(ii) Loans to Co-operative Building Societies</td> <td style="text-align: right;">1,09</td> </tr> <tr> <td>(iii) Loans to Presidency Corporations.</td> <td style="text-align: right;">2,99</td> </tr> <tr> <td>(iv) Advances to cultivators</td> <td style="text-align: right;">1,12</td> </tr> </table>	(i) Short term loans to the Central Land Mortgage Bank ..	8,62	(ii) Loans to Co-operative Building Societies	1,09	(iii) Loans to Presidency Corporations.	2,99	(iv) Advances to cultivators	1,12
(i) Short term loans to the Central Land Mortgage Bank ..	8,62								
(ii) Loans to Co-operative Building Societies	1,09								
(iii) Loans to Presidency Corporations.	2,99								
(iv) Advances to cultivators	1,12								
Remittances (+ 65,20) ..	Mainly increase under "Cash Remittances between Treasuries" (1,28,80) partly offset by decrease under "Public Works Remittances" (46,00) and under "Remittances by Bills" (20,63). The decrease in the latter case was due to the discontinuance of the issue of Remittance Transfer Receipts and Supply bills with effect from 1st October 1940 consequent on the introduction of the new scheme of remittance facilities by the Reserve Bank of India.								

OPENING BALANCE (+ 64,91).

(iii) The increase of 64,91 in the opening balance over the budget estimate for 1940-41 is due to the following variations between the actuals for 1939-40 and the revised estimate for that year :—

Increased revenue surplus	28,42
Decrease in capital expenditure outside the Revenue Account	12,18
Increase in net receipts under Debt and Remittance heads	24,31
	64,91
	64,91

EXPENDITURE ON REVENUE ACCOUNT.

(iv) The total expenditure on revenue account exceeded the budget estimate by 79,45. This was the result of an increase of 1,34,53 under certain heads and a decrease of 55,08 under others. The important variations are explained below :—

Increase in Expenditure.

Head of account.	Main reasons.
23. Appropriation for Reduction or Avoidance of Debt (+ 11,85).	<i>Vide</i> explanation against "XLVI. Miscellaneous" in sub-paragraph (i) <i>ante</i> .
28. Jails and Convict Settlements (+ 4,85).	The employment of additional staff for guarding prisoners detained or convicted under the Defence of India Act or Rules, larger expenditure under diet and clothing and bedding owing to increase in prison population, and the general rise, consequent on the war, in the prices of rations and of raw materials required for jail manufactures.
29. Police (+ 6,71)	(i) Temporary staff sanctioned owing to conditions created by the war and for internal security and (ii) clothing charges of the civic guards.
37. Education (+ 5,93)	Larger payments of teaching grants to aided elementary schools (8,92), partly offset by savings under "Grants to local bodies for primary education" due to fall in the collection of education tax by certain District Boards and the consequent reduction in the equivalent Government grant payable to them (2,34).
39. Public Health (+ 7,54).	Due to a contribution of Rs. 10 lakhs to the Fund for the Development of Rural Water Supply sanctioned after the budget estimates were framed, partly offset by less expenditure under "Grants for Public Health purposes" due to slow progress in the execution of water-supply and drainage schemes (1,82).

Increase in Expenditure—cont.

Head of account.	Main reasons.
Industries (+ 12,43) ..	Large purchase of cinchona bark and quinine sulphate from Java for sufficient reserve stock during the period of the war (14,04) partly offset by reduction in the grant for the hand-spinning movement (86).
56. Stationery and Printing (+ 6,02).	Special purchase of stationery articles to provide a reserve stock and the rise in the price of paper and other stationery articles on account of the war.
57. Miscellaneous (+ 4,44).	(i) Debit to this head instead of " 13. Other Taxes and Duties " of the compensation payable to local bodies under the Madras Entertainments Tax Act (2,96), (ii) expenditure on War Committees not contemplated in the budget (43) and (iii) expenditure on Air Raid Precautions not entirely recovered from the Government of India (78).
64-A. Transfer to Revenue Reserve Fund (+ 58,50).	Transfer to the reserve fund of the surplus yield of the new commercial taxes for the years 1939-40 and 1940-41 after meeting the cost of prohibition in four districts.
53. Capital Outlay on Electricity Schemes (+ 13,50).	Transfer to the revenue account of a portion of the capital outlay on electricity schemes.
55-A. Commutation of pensions financed from ordinary revenues (+ 1,40).	Due to the decision, taken after the budget estimates were framed, to meet the entire net expenditure on commutation of pensions in 1940-41 from current revenues.

Decrease in Expenditure.

7. Land Revenue (— 1,14) ..	Mainly less payment on account of assignments and compensations and smaller expenditure on survey, settlement and record operations.
-----------------------------	--

Decrease in Expenditure—cont.

Head of account.	Main reasons.
8. Provincial (— 1,47).	Excise Smaller expenditure under “ Pay of officers ” and “ Pay of establishments ” due to the operation of the revised scales of pay, purchase of opium to a smaller extent than anticipated and reduction in compensation paid to Indian States towards duty on spirituous medicinal preparations, etc.
12. Charges on account of Motor Vehicles Acts (— 2,94).	Smaller payments of compensation to local bodies owing to decrease in the receipts under the Provincial Motor Vehicles Taxation Act.
13. Other Taxes and Duties (— 2,24).	<i>Vide</i> item (i) of the explanation against “ 57. Miscellaneous ” above.
18. Other revenue expenditure financed from ordinary revenues (— 1,03).	Less expenditure on maintenance and repairs connected with minor irrigation works in charge of the Revenue Department.
22. Interest on Debt and Other Obligations (— 1,31).	Mainly decrease in the amount of interest payable on ways and means advances and treasury bills due partly to the reduction in the amount of treasury bills issued and ways and means advances taken and partly to a favourable rate of discount on treasury bills and a reduction, from the 1st April 1940, in the rate of interest charged on ways and means advances.
25. General Administration (— 10,11).	(i) Appointment of Advisers in place of Ministers and the holding in abeyance of the post of Governor’s Secretary consequent on the continuance of the situation under section 93 of the Government of India Act (1,13), (ii) the stoppage of the pay of the

Decrease in Expenditure—cont.

Head of account.	Main reasons.
25. General Administration (— 10,11)— <i>cont.</i>	members of the Legislature, and the non-convening of sessions of the Legislature (2,81), (iii) non-utilization of the provision made in the budget for revision of electoral rolls and for general elections to the Indian Legislative Assembly (1,06), (iv) savings in establishment charges due to the operation of the revised scales of pay (1,67), (v) slow progress of expenditure on schemes financed from the grant for rural reconstruction (2,47) and (vi) decrease under "Charges in England" due to fewer officers being on leave in England on account of war conditions (95).
27. Administration Justice (— 4,34).	of Mainly due to (i) fewer officers being on leave in England with consequent savings in the provision for their leave salaries and for the pay of substitutes, (ii) operation of the new scales of pay, (iii) reduction in process service establishments and (iv) the delay in giving effect to the scheme of provincialization of the posts of official receivers in the mufassal.
38. Medical (— 2,23)	.. Chiefly due to vacancies in the I.M.S. cadre being filled by members of the Provincial Medical Service on less pay, officers not proceeding on leave out of India on account of the war and smaller expenditure on English stores.
50. Civil Works (— 12,52).	Less expenditure on works financed from the Central Road Fund and non-payment before the close of the year for articles received for certain water-supply and drainage schemes.

Decrease in Expenditure—cont.

Head of account.	Main reasons.
54. Famine (— 5,72)	.. The contribution to the Famine Relief Fund provided for in the budget was not actually adjusted, as the balance in the Fund on the 31st March 1941 was more than the prescribed minimum of Rs. 60 lakhs.
55. Superannuation Allowances and Pensions (— 7,35).	Chiefly non-utilization of the provision for the repayment of the entire balance of the commuted value of pensions debited to capital in 1938-39 as the amount was repaid out of revenues in 1939-40 itself.

CAPITAL EXPENDITURE OUTSIDE THE REVENUE ACCOUNT.

(v) The decrease of 38,31 was the net result of a fall of 46,74 under certain heads and an increase of 8,43 under others. The reasons for the main variations are given below :—

Head of account.	Main reasons.
68. Construction of Irrigation, Navigation, etc., Works (— 1,63).	Due to smaller outlay on certain works on account of unusual rains, delay in land acquisition and other causes and larger realization by the sale of special tools and plant purchased for the Cauvery-Mettur Project.
81. Capital Account of Civil Works outside the Revenue Account (— 2,23).	Slow progress of works due to difficulty in importing articles and machinery from abroad on account of the war and the postponement of a number of works owing to delay in land acquisition and other causes.
81-A. Capital Outlay on Electricity Schemes (— 42,88).	Mainly (i) decrease in expenditure on works in the Papanasam Hydro-Thermal Project and the Mettur Hydro-Electric Project due to the delay in the supply of plant and machinery from England on account of the war (29,89) and (ii) transfer to the revenue account of a portion of the capital expenditure on electricity schemes (13,50).

Decrease in Expenditure—cont.

Head of account.	Main reasons.
25. General Administration (— 10,11)— <i>cont.</i>	members of the Legislature, and the non-convening of sessions of the Legislature (2,81), (iii) non-utilization of the provision made in the budget for revision of electoral rolls and for general elections to the Indian Legislative Assembly (1,06), (iv) savings in establishment charges due to the operation of the revised scales of pay (1,67), (v) slow progress of expenditure on schemes financed from the grant for rural reconstruction (2,47) and (vi) decrease under "Charges in England" due to fewer officers being on leave in England on account of war conditions (95).
27. Administration Justice (— 4,34).	of Mainly due to (i) fewer officers being on leave in England with consequent savings in the provision for their leave salaries and for the pay of substitutes, (ii) operation of the new scales of pay, (iii) reduction in process service establishments and (iv) the delay in giving effect to the scheme of provincialization of the posts of official receivers in the mufassal.
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50. Civil Works (— 12,52).	Less expenditure on works financed from the Central Road Fund and non-payment before the close of the year for articles received for certain water-supply and drainage schemes.

Decrease in Expenditure—cont.

Head of account.	Main reasons.
54. Famine (— 5,72)	.. The contribution to the Famine Relief Fund provided for in the budget was not actually adjusted, as the balance in the Fund on the 31st March 1941 was more than the prescribed minimum of Rs. 60 lakhs.
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CAPITAL EXPENDITURE OUTSIDE THE REVENUE ACCOUNT.

(v) The decrease of 38,31 was the net result of a fall of 46,74 under certain heads and an increase of 8,43 under others. The reasons for the main variations are given below :—

Head of account.	Main reasons.
68. Construction of Irrigation, Navigation, etc., Works (— 1,63).	Due to smaller outlay on certain works on account of unusual rains, delay in land acquisition and other causes and larger realization by the sale of special tools and plant purchased for the Cauvery-Mettur Project.
81. Capital Account of Civil Works outside the Revenue Account (— 2,23).	Slow progress of works due to difficulty in importing articles and machinery from abroad on account of the war and the postponement of a number of works owing to delay in land acquisition and other causes.
81-A. Capital Outlay on Electricity Schemes (— 42,88).	Mainly (i) decrease in expenditure on works in the Papanasam Hydro-Thermal Project and the Mettur Hydro-Electric Project due to the delay in the supply of plant and machinery from England on account of the war (29,89) and (ii) transfer to the revenue account of a portion of the capital expenditure on electricity schemes (13,50).

CORRECTIONS TO THE FINANCE ACCOUNTS OF THE
GOVERNMENT OF MADRAS FOR 1940-41 AND THE
AUDIT REPORT, 1941.

Page 13.—In the column “Head of account” *insert* the figures “43” before “industries.”

Page 18.—For the figures “1,63,20” and “51,92” occurring in lines 2 and 4 of sub-paragraph (vii), *substitute* “1,63,21” and “51,93” respectively.

Page 23, *Financial Results of Irrigation Works*.—For the existing figures in columns (7) and (8) against “1. Kurnool-Cud-dapah Canal” under “(2) Unproductive Works,” *substitute* “100” and “1,74” respectively.

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MAY 15 1964

FROM
DR. J. H. GOLDSTEIN

TO
DR. R. M. MAYER

Head of account.

Main reasons.

83. Payments of commuted value of pensions (+ 8,17). *Vide* explanation against "55. Superannuation Allowances and Pensions" in sub-paragraph (iv) above.

DEBT, DEPOSIT AND REMITTANCE HEADS—DISBURSEMENTS.

(vi) The reasons for the important variations are given below :—

Head of account.

Main reasons.

Permanent Debt (+ 7,69) .. Due to the purchase of securities of the Government loans out of the Loan Depreciation Fund and their cancellation not provided for in the budget.

Floating Debt (— 4,87,00) .. *Vide* explanation against " Floating Debt" under " Receipts " in sub-paragraph (ii) above.

Famine Relief Fund (— 8,92). Smaller investment in securities than provided for in the budget.

Deposits of Local Funds (— 43,96). *Vide* explanation against " Deposits of Local Funds " under " Receipts " in sub-paragraph (ii) above.

Civil Deposits (+ 36,60) .. Chiefly the result of the following variations :—

(i) Viceroy's War Purposes Fund .. + 55,58

(ii) Civil Court Deposits + 23,88

(iii) Personal Deposits. — 34,29

(iv) Revenue Deposits. — 14,54

Vide also explanation against " Civil Deposits " under " Receipts " in sub-paragraph (ii) above.

Head of account.	Main reasons.
Other Accounts (— 9,94) ..	Chiefly smaller expenditure on works financed from (i) the Central Road Fund (7,69) and (ii) the Deposit Account of grants for economic development and improvement of rural areas (2,28).
Suspense (+ 5,60,78) ..	Chiefly increase under "Cash Balance Investment Account."
Miscellaneous (+ 12,34) ..	<i>Vide</i> explanation against "Appropriation for reduction or avoidance of debt" under "Receipts" in sub-paragraph (ii) above.
Loans and Advances by Provincial Governments (— 13,16).	Mainly (i) non-utilization of almost the entire provision for the grant of loans for the relief of agricultural indebtedness (13,72) and (ii) reduction in the amount of loans to the Madras Corporation and advances to cultivators (5,32) partly counterbalanced by increase in the amount of short-term loans to the Central Land Mortgage Bank (6,65).
Remittances (+ 67,10) ..	Increases under "Cash Remittances between Treasuries" (1,28,81) and "Forest Remittances" (3,68) partly off-set by decreases under "Public Works Remittances" (48,74) and under "Remittances by Bills" (18,71). <i>Vide</i> also explanation against "Remittances" under "Receipts" in sub-paragraph (ii) above.

CLOSING BALANCE (— 8,06).

(vii) The decrease of 8,06 in the closing balance as compared with the budget estimate is the net result of a decrease of 1,63,20 in the net receipts under Debt, Deposit and Remittance Heads, an increase of 64,91 in the opening balance and of 51,92 in the revenue surplus and a fall of 38,31 in Capital Expenditure outside the Revenue Account.

REVENUE POSITION OF GOVERNMENT—GENERAL REMARKS.

5. The main feature of the year was the large increase of 1,31,38 in revenue, the total revenue realised amounting to 18,07,50 against the budget estimate of 16,76,12. All the principal heads of revenue contributed to this result, the largest increase being under "Other Taxes and Duties" which produced 42,56 more than the estimate owing to the unexpectedly large yield from the new Commercial Taxes imposed during 1939-40. It has been explained that, at the time the budget for 1940-41 was framed, there was very little information available on which to base an exact estimate of the probable yield of these new taxes. Other notable increases were 22,40 under "Income-tax," 18,19 under "Provincial Excise," 9,55 under "Irrigation," and 7,05 under "Stamps". The improvement under the last three heads was largely the result of a favourable season and the general improvement in economic conditions. General land revenue concessions similar to those granted in previous years were continued this year also.

The total expenditure on revenue account during the year excluding the transfer of 58,50 to the Revenue Reserve Fund was 16,96,25 as against the budget estimate of 16,75,30. The increase in expenditure of 20,95 was mainly due to the decision of Government, in view of the improvement in the revenue position, (i) to meet a portion of the capital outlay on electricity schemes from revenue (13,50) and (ii) to transfer a sum of Rs. 10 lakhs to the credit of the Fund for the Development of Rural Water-supply. Other important variations between the budget estimates and the actuals have been explained in paragraph 4 (iv) *ante*.

The actual revenue surplus of the year was 52,75, against an estimated surplus of 82—an improvement of 51,93. An increase of 1,31,38 in revenue partly counterbalanced by an excess of 79,45 in expenditure accounted for this improvement. But for the transfer of 58,50 to the Revenue Reserve Fund, the surplus would have amounted to 1,11,25. A great part of this surplus was due to the increased yield of the Commercial Taxes which were levied primarily for the purpose of raising sufficient funds to finance the extension of prohibition throughout the Presidency. Since it was subsequently decided that there would be no further extension of prohibition until a ministry resumed office, the Government considered that the surplus yield from the Commercial Taxes should be funded so that it might be available to any future ministry to facilitate development of its policy. With this object in view, a Revenue Reserve Fund has been created to accommodate the surplus revenue produced by the new taxes after meeting the cost of collection and the loss of revenue due to the introduction of prohibition in the four districts in which it is now in force. The surplus yield of these taxes for the years 1939-40 and 1940-41 was accordingly transferred to this Fund during the year.

CAPITAL OUTLAY OUTSIDE THE REVENUE ACCOUNT.

Progressive capital outlay to end of the year.

6. The following table gives the progressive account of the capital expenditure outside the revenue account of the Government of Madras up to the end of 1940-41 :—

Nature of expenditure.	Expenditure up to 1939-40.	Expenditure during 1940-41.	Total.
(1)	(2)	(3)	(4)
1. 68. Construction of Irrigation, etc., works—			
(i) Prior to 1st April 1921	8,28,19	..	8,28,19
(ii) After 1st April 1921—			
(a) Cauvery-Mettur Project	6,44,33	—1,26	6,43,07
(b) Other Projects	2,57,46	4,01	2,61,47
Total, 68 ..	17,29,98	2,75	17,32,73
2. 72. Capital Outlay on Industrial Development	15,19	45	15,64
3. 81. Capital Account of Civil Works outside the Revenue Account	1,15,63	10,82	1,26,45
4. 81.A. Capital Outlay on Electricity Schemes.	5,45,65	43,10	5,88,75
5. 83. Payments of commuted value of pensions	2,01	—2,01	..
Total ..	24,08,46	55,11	24,63,57

The capital outlay recorded against items 1 to 4 was provided partly from borrowed funds and partly from balances. The sums provided from borrowed funds for these items were 15,81,44 ; 5,43 ; 29,02 ; and 3,24,66 respectively.

The entire outlay on items 1, 2 and 4 has been incurred on schemes expected to be remunerative with the exception of 2,67,96 under item 1 (i) and 49,62 under item 1 (ii) (b). The distribution of the expenditure included in items 1 and 4 among the several irrigation projects and electricity schemes and a review of their financial results will be found in the succeeding paragraphs.

The progressive expenditure under item 2 relates to the Cinchona Plantations, the Kerala Soap Institute and the Industrial Engineering Workshops. The expenditure during the year relates to the Cinchona Plantations.

Under item 3 is recorded expenditure on certain schemes of building works estimated to cost over 5 lakhs of rupees such as "Comprehensive housing scheme for the Police" and "Remodelling the General Hospital, Madras."

Item 5.—Until 1937-38, the net payments on account of commuted value of pensions were met from revenue as an item of ordinary recurring expenditure. During 1938-39, and 1939-40, the expenditure was debited to the capital head and made repayable from revenue in ten equal instalments (including interest on capital) commencing from the following year. But owing to an improvement in the revenue position, the entire expenditure debited to the capital head in these years was subsequently repaid from revenue in 1939-40 and 1940-41 respectively. In 1940-41, the Government reverted to the practice of charging the sums required for the commutation of pensions to revenue.

Financial Results of Irrigation Works.

7. The financial results of Irrigation Works are elucidated in the form of the Capital and Revenue accounts of all systems as below :—

Names of Projects. (1)	Direct capital outlay.		Revenue receipts during 1940-41.			Direct working expenses during 1940-41. (7)	Net revenue excluding interest.		Interest on capital. (10)	Net profit or loss after meeting interest.				
	During 1940-41. (2)	To end of 1940-41. (3)	Direct revenue (Public Works receipts). (4)	Portion of land revenue due to irrigation. (5)	Total revenue receipts. (6)		Surplus of revenue over expenditure (or of expenditure over revenue) (—). (8)	Rate per cent on capital outlay to end of the year. (9)		Surplus of revenue over expenditure (+) or of expenditure over revenue (—). (11)	Rate per cent on capital outlay to end of the year. (12)			
A. IRRIGATION WORKS.														
(1) Productive Works.														
1 Cauvery Delta System.	—	1	80,16	10	11,29	11,39	2,74	+	8,65	10.80	3,60	+	5,05	6.30
2 Srivaikuntam Anicut System	16,68	8	1,17	1,25	72	+	53	3.18	75	—	22	1.32
3 Godavari Delta System	34	1,69,75	2,36	43,31	45,67	10,71	+	34,96	20.60	7,63	+	27,33	16.10
4 Mehamattur Anicut System	85	1	19	20	6	+	14	16.47	4	+	10	11.76
5 Thadapalli Channel	1,66	2	55	57	8	+	49	29.52	7	+	42	25.30
6 Kalingarayan Channel.	1,76	1	31	32	10	+	22	12.50	8	+	14	7.95
7 Vriddhachalam Anicut System	1,04	..	24	24	23	+	1	0.96	5	—	4	3.85
8 Chembrambakkam Tank	6,51	..	35	35	3	+	32	4.91	29	+	3	0.46
9 Marudur Anicut System	59	2	59	61	13	+	48	81.36	3	+	45	75.05
10 Pennar River Canals System	17	60,31	4	5,90	5,94	42	+	5,52	9.15	2,71	+	2,81	4.66
11 Arkenkota Channel	1,41	..	15	15	8	+	7	4.96	6	+	1	0.71
12 Tirukkoyilur Anicut System	3,89	1	53	54	31	+	23	5.91	18	+	5	1.28
13 Shatiatope Anicut System	10,29	..	1,28	1,28	40	+	88	8.55	46	+	42	4.08

14 Cheyyar Anicut System .. ..	..	5,25	1	49	50	35	+	15	2.86	24	-	9	1.71
15 Cumbum Tank .. ..	..	84	..	8	8	3	+	5	5.95	4	+	1	1.91
16 Poiney Anicut System .. ..	..	2,95	..	59	59	23	+	36	12.20	13	+	23	7.80
17 Periyar System .. ..	..	1,04,65	14	6.34	6.48	1.32	+	5.16	4.93	4.71	+	45	0.43
18 Kistna Delta System	2,78	2,09,37	2,08	39,92	42,00	7,84	+	34,16	16.32	9,33	+	24,83	11.86
19 Nandyar Channel System .. ..	..	63	..	12	12	2	+	10	15.87	3	+	7	11.11
20 Chicacole Minor River System .. ..	..	2,78	..	36	36	48	-	12	4.32	12	-	24	8.63
21 Lower Coleroon Anicut System .. ..	..	29,14	5	2,91	2,96	1,37	+	1,59	5.46	1,31	+	28	0.96
22 Kistna East Bank Canal Extension Scheme	61	57,23	1	5,17	5,18	66	+	4,52	7.90	2,55	+	1,97	3.44
23 Toludur Reservoir Project .. ..	..	23,71	1	1,10	1,11	39	+	72	3.04	1,07	-	35	1.48
24 Polavaram Island Project .. ..	..	16,69	1	91	92	28	+	64	3.84	75	-	11	0.66
25 Cauvery-Mettur Project	- 1,26	* 6,43,06	19	12,47	12,66	5,88	+	6,78	1.05	29,12	-	22,34	3.47
26 Kattalai Scheme	16	39,63	3	86	89	13	+	76	1.95	1,78	-	1,02	2.57
Total, A. Irrigation—													
(1) Productive	2,79	14,90,83	5,18	1,37,18	1,42,36	34,99	+	1,07,37	7.20	67,13	+	40,24	2.70
(2) Unproductive Works.													
1 Kurnool-Cuddapah Canal .. ..	..	2,33,14	9	2,65	2,74	1,00	+	1,74	0.75	10,49	-	8,75	3.75
2 Barur Tank .. ..	..	4,28	2	17	19	8	+	11	2.57	19	-	8	1.87
3 Vallur Anicut .. ..	..	74	1	- 1	..	6	-	6	8.11	3	-	9	12.16
4 Madras Water Supply and Irrigation System .. ..	..	16,29	40	11	51	11	+	40	2.46	73	-	33	2.03
5 Pelandorai Anicut System .. ..	..	6,43	1	40	41	24	+	17	2.64	29	-	12	1.87
6 Palar Anicut System .. ..	..	23,72	1	1,81	1,82	75	+	1,07	4.51	1,07	..	..	..
7 Muniyeru System .. ..	..	5,79	1	37	38	9	+	29	5.01	26	+	3	0.52
8 Dondapad Tank .. ..	..	1,25	..	1	1	..	+	1	0.80	6	-	5	4.00
9 Yerur Tank .. ..	..	62	..	- 1	- 1	1	-	2	3.23	3	-	5	8.07
10 Sagileru Tank .. ..	..	4,47	..	7	7	1	+	6	1.34	20	-	14	3.13
11 Atmakur Tank .. ..	..	1,12	..	2	2	..	+	2	1.79	5	-	3	2.68

* Excludes 3,34 being the preliminary expenditure relating to the Cauvery-Mettur Project.

Names of Projects. (1)	Direct capital outlay.		Revenue receipts during 1940-41.			Direct working expenses during 1940-41. (7)	Net revenue excluding interest.		Interest on capital. (10)	Net profit or loss after meeting interest.	
	During 1940-41. (2)	To end of 1940-41. (3)	Direct revenue (Public Works receipts). (4)	Portion of land revenue due to irrigation. (5)	Total revenue receipts. (6)		Surplus of revenue over expenditure (+) or of expenditure over revenue (-). (8)	Rate per cent on capital outlay to end of the year. (9)		Surplus of revenue over expenditure (+) or of expenditure over revenue (-). (11)	Rate per cent on capital outlay to end of the year. (12)
A.—IRRIGATION WORKS —cont.											
(2) Unproductive Works —cont.											
12 Jangamaheswarapuram Tank .. ..	..	61	..	..	..	..	..	..	3	— 3	4.92
13 Anamasamudram Beraperu Tank .. ..	..	72	..	1	1	..	+ 1	1.39	3	— 2	2.78
14 Hajipuram Tank .. ..	..	2,79	..	5	5	1	+ 4	1.43	12	— 8	2.87
15 Ponnalur Tank .. ..	..	1,93	..	4	4	1	+ 3	1.55	9	— 6	3.11
16 Markapur Tank .. ..	..	1,25	..	8	8	5	+ 3	2.40	6	— 3	2.40
17 Nagavalli River System	1	17,23	1	71	72	25	+ 47	2.73	77	— 30	1.74
18 Venkatapuram Tank .. ..	..	3,72	..	2	2	1	+ 1	0.27	17	— 16	4.30
19 Bhavanasi Tank .. ..	..	2,54	..	5	5	2	+ 3	1.18	11	— 8	3.15
20 Yellanur Tank .. ..	..	2,39	..	3	3	5	— 2	0.84	11	— 13	5.44
21 Panchapatti Reservoir. .. ..	..	3,28	..	..	..	..	..	..	15	— 15	4.57
22 Siddapur Tank .. ..	..	7,91	..	6	6	1	+ 5	0.63	36	— 31	3.92
23 Nagavaram Anicut and Supply channel. .. ..	..	1,07	..	3	3	..	+ 3	2.80	5	— 2	1.87
24 Mopad Reservoir System. .. ..	..	21,94	..	43	43	7	+ 36	1.64	99	— 63	2.87
25 Kanniyampalayam Anicut .. ..	..	1,07	4	..	4	1	+ 3	2.80	5	— 2	1.87
26 Thippayapalem Project.	2	5,72	..	10	10	..	+ 10	1.75	25	— 15	2.62
27 Basavannah Channel. .. ..	..	5,83	..	..	..	7	— 7	1.20	26	— 33	5.66
28 Duvvaleru Project	54	1,23	..	..	..	..	..	..	4	— 4	3.25
Total, A. Irrigation— (2) Unproductive ..	57	3,79,08	60	7,20	7,80	2,91	+ 4,89	1.29	17,04	— 12,15	3.21

B. NAVIGATION, EMBANKMENT AND DRAINAGE WORKS.											
(2) Unproductive Works.											
1 Vedaranniyam Canal..	..	1,33	1	..	1	5	— 4	3.01	6	— 10	7.54
2 Buckingham Canal ..	1	85,95	1,08	..	1,08	2,67	— 1,59	1.85	3,87	— 5,46	6.35
Total, B. Navigation, etc., Works	1	87,28	1,09	..	1,09	2,72	— 1,63	1.87	3,93	— 5,56	6.37
Total, Construction of Irriga- tion, etc., Works ..	3,37	* 19,57,19	6,87	1,44,38	1,51,25	40,62	+ 1,10,63	5.65	88,10	+ 22,53	1.15

* Excludes 49,62 being the expenditure on special accelerated and widespread programme of improvements to minor irrigation works classed under "68-A. Irrigation—(2) Unproductive works" as no Capital and Revenue Accounts are kept for them.

The net profit during the year was 1.15 per cent against 0.64 per cent in the previous year. The improvement is chiefly due to an increase in the total revenue receipts of Rs. 11.60 lakhs. Appreciable increases in the net profit, *i.e.*, Rs. 1.68 lakhs, Rs. 1.03 lakhs and Rs. 5.54 lakhs respectively, were shown by the Godavari Delta System, the Pennar River Canals System and the Kistna Delta System which belong to the productive class.

7-A. Works in the Irrigation Department are classified as productive or unproductive according as the net revenue (gross revenue less working expenses) derived from each work on the expiry of ten years from the date of closure of the construction estimates covers or does not cover the prescribed annual interest charges on the capital invested. Before 1940-41, the standard of return expected from the work of the productive class was 4 per cent for works sanctioned before 1st April 1919, 5 per cent for those sanctioned between 1st April 1919 and 1st August 1921 and 6 per cent for those sanctioned between 1st August 1921 and 31st March 1937. During the year under report, Government fixed a uniform rate of 4½ per cent as the productivity test rate in respect of all works sanctioned before 1st April 1937. The change was introduced with effect from the accounts for 1940-41. The productivity test involves certain *pro forma* adjustments which do not appear on the face of the Government accounts. If a work classed as productive fails to yield the prescribed return in three successive years, it is transferred to the unproductive class. Similarly, if a work classed as unproductive succeeds in yielding in three successive years the prescribed return, it is transferred to the productive class. Productive canals in the province continued to satisfy the test and to yield the relevant return during the year on the capital invested with the exception of items 2, 7, 8, 14, 20 and 23 in A (1) of the statement. Government have ordered the retention of items 2 and 8 in the productive class up to the end of 1942-43, and the transfer of items 20 and 23 to the unproductive class with effect from 1941-42. The question whether the remaining two items, *i.e.*, 7 and 14 should continue to be retained in the productive class is being referred to Government.

None of the unproductive canals was transferred to the productive class during the year.

Financial Results of Electricity Schemes.

8. The Government electrical undertakings in the Madras Province comprise both Hydro-Electric and Thermo-Electric Schemes. They have been undertaken with the expectation that they will be remunerative, i.e., that the net revenue (gross revenue less working expenses including depreciation) derived from each scheme will cover the prescribed annual interest charges on the capital invested on the expiry of ten years from the date of the closure of the construction accounts. The abstract below shows the Capital and Revenue Accounts of the schemes for which Revenue Accounts have been opened—

Names of Projects. (1)	Direct capital outlay.		Gross revenue during 1940-41. (4)	Working expenses.			Net revenue excluding interest.		Interest on Capital. (10)	Net profit or loss after meeting interest.	
	During 1940-41. (2)	To end of 1940-41. (3)		Depreciation. (5)	Direct working expenses. (6)	Total working expenses. (7)	Surplus of revenue over expenditure (+) or of expenditure over revenue (-). (8)	Rate per cent on capital outlay to end of the year. (9)		Surplus of revenue over expenditure (+) or of expenditure over revenue (-). (11)	Rate per cent on capital outlay to end of the year. (12)
<i>Hydro-Electric Schemes.</i>											
Pykara Hydro-Electric System (a)	12,44	2,98,13	43,14	10,00	5,45	15,45	+ 27,69	9.30	12,91	+ 14,78	4.96
Mettur Hydro-Electric System (b)	7,63	1,90,81	18,19	1,59	7,04	8,63	+ 9,56	5.00	8,25	+ 1,31	.69
<i>Thermo-Electric Schemes.</i>											
Vizagapatam Station (c) ..	44	21,09	1,77	..	1,43	1,43	+ 34	1.61	90	- 56	2.65
Bezwada Station (c) ..	1,35	23,93	2,84	..	2,62	2,62	+ 22	.92	1,00	- 78	3.26
Cocanada Station (d) ..	4,39	5,63	47	..	31	31	+ 16	2.84	16	..	..
Total ..	26,25	5,39,59	66,41	11,59	16,85	28,44	+ 37,97	7.04	23,22	+ 14,75	2.73

(a) Eighth year of operation.

(b) Fourth year of operation.

(c) Second year of operation.

(d) First year of operation.

The net profit to Government (after meeting interest charges) in the year 1940-41 on account of the schemes was 2.73 per cent on the capital invested to the end of the year, as against the net loss of 1.68 per cent, in the previous year. The profit is due partly to the decrease in the working expenses mainly caused by reduction in suspense charges and partly to the growth in the revenues of Pykara and Mettur schemes during the year.

Expenditure on Important Capital Projects under construction.

9. *Papanasam Hydro-Thermal Project.*—The Project has been sanctioned by Government at an estimated cost of Rs. 1,79,00,000.

The following statement gives a summary of the expenditure incurred on the Papanasam Hydro-Thermal Project under the various sub-heads, as against the estimates sanctioned technically so far. The Project was commenced in May 1938 and is in progress :—

Name of work.	Estimate amount.	Expenditure to end of 1940-41.
	RS.	RS.
Works—		
Preliminary surveys	45,000	26,068
Civil Works and Power Station	1,10,38,000	44,64,989
Transmission lines	27,23,320	4,66,072
Engineering and construction equipment.	..	65,175
Total, Works ..	1,38,06,320	50,22,304
Establishment and general charges ..	14,30,250	5,62,661
Tools and Plant	6,08,930	5,01,842
Suspense .. .. .	..	2,85,617
Charges in England	29,300	19,756
Loss or gain by exchange .. .. .	..	82
<i>Deduct—Receipts and Recoveries on Capital Account.</i>	..	— 31,514
Net Total ..	1,58,74,800	63,60,748

Note.—Government have also sanctioned an expenditure of Rs. 1,91,100 on distribution of power in the Papanasam project against which an expenditure of Rs. 1,52,444 has been incurred to end of 1940-41.

COMMITMENTS.

10. In the Appendix to this compilation will be found a statement showing the extent to which the Government of Madras was committed at the end of 1940-41 to expenditure on works the cost of which is debitable outside the revenue account. It will be seen therefrom that the further liabilities in respect of these commitments which remain to be discharged after 1940-1941 amount to 2,15,57.

DEBT POSITION—GENERAL STATEMENT.

11. The following statement sets forth the debt position of the Madras Government at the beginning and at the close of the year 1940-41 :—

Nature of Debt. (1)	Amount of Debt.		Difference (+) or (-). (4)
	On 1st April 1940. (2)	On 31st March 1941. (3)	
Permanent Debt	4,58,46	5,20,28	+ 61,82
Loans from the Central Government.	7,38,46	7,32,33	- 6,13
Unfunded Debt	4,08,78	4,23,54	+ 14,76
Gross Total Rupee Debt ..	16,05,70	16,76,15	+ 70,45
<i>Deduct</i> —Outstanding loans and advances made by Provincial Government.	5,42,85	5,31,96	- 10,89
Net Debt ..	10,62,85	11,44,19	+ 81,34

It will be seen from the statement above that there was an increase of 81,34 in the net liability of the Province at the close of the year.

(i) *Permanent Debt*.—The increase of 61,82 was due to the floatation of a loan in the open market of 69,51 partly counter-balanced by the redemption to the extent of 7,69 by purchase and cancellation of the securities of the Madras Government 3 per cent loans, 1952, 1953 and 1959. The issue price of the loan raised during the year was 95 per cent. It bears interest at 3 per cent per annum and is repayable on the 1st September 1952.

The particulars of the loans raised in the open market by the Madras Government are given in the statement in paragraph 8 of the Report in Part B. It will be seen therefrom that the total amount of the loans raised so far is 5,34,83. The proceeds of the loans were used for wholly productive capital expenditure and for loans to local bodies, agriculturists and others as shown below :—

Electricity Schemes	2,87,73
Irrigation Works	20,03
Advances to local bodies, agriculturists, etc. ..	2,21,61
	— — —
Total ..	5,29,37
	— — —

The unspent balance of 5,46 is proposed to be utilized for productive capital expenditure in 1941-42.

In the prospectus of each of the open market loans issued by the Madras Government, they have undertaken to provide in each financial year commencing from the year succeeding the year in which the loan was raised and continuing throughout the period of currency of the loan, a sum equal to $1\frac{1}{2}$ per cent of the total nominal amount of each of the loans to form a depreciation fund for the purchase of securities of the loans for cancellation. In addition, they have undertaken to make such annual contributions to a sinking fund to provide for the amortisation of the loans as they may from time to time decide to be necessary. They have also decided to make annual contributions to the sinking fund from the recoveries in the Provincial Loan Account for the amortisation of the portion of the open market loans utilized for financing that Account. Accordingly, in the year under review, the following amounts were set aside by Government as contributions to the General Sinking Fund and Depreciation Funds of the loans raised in 1937, 1938 and 1939 :—

Particulars. (1)	Deprecia- tion Fund. (2)	General Sinking Fund. (3)	Total. (4)
3 per cent Loan, 1952	2,46	2,53	4,99
3 per cent Loan, 1953	2,27	2,98	5,25
3 per cent Loan, 1959	2,25	1,94	4,19
Total ..	6,98	7,45	14,43

Of the total amount of 14,43, a sum of 9,66 was met from the recoveries in the Provincial Loan Account. The amounts redeemed during the year out of the Depreciation Funds of the 3 per cent loans, 1952, 1953 and 1959 were 2,97, 2,34 and 2,38, respectively.

(ii) *Loans from the Central Government.*—The consolidated debt due to the Central Government is repayable in half-yearly instalments over a period of 45 years from 1937-38 to 1981-82 with interest at $4\frac{1}{2}$ per cent. The Government have the option of redeeming between the 1st April 1945 and the 15th October 1946 any part not exceeding one-half of the principal of this debt outstanding on the 31st March 1945 and of redeeming between the 1st April 1960 and the 15th September 1961 the whole or any part of the remainder of the debt. The annual equated payment towards

principal and interest in respect of this debt is 39,29 and was paid on the due dates during the year under report. The amount paid towards the principal was 6,13 of which 3,45 was met from revenue and 2,68 from recoveries in the Provincial Loan Account.

(iii) *Unfunded debt.*—This comprises mainly the provident fund balances of Government servants and also includes a sum of 2,52 representing certain irredeemable loans and endowments.

(iv) *Loans and Advances made by Provincial Government.*—An analysis of the loans and advances disbursed by Government and outstanding on the 31st March 1940 and the 31st March 1941 is given below :—

	On 31st March 1940.	On 31st March 1941.
(i) Loans to local authorities	3,55,84	3,58,38
(ii) Advances to cultivators	1,24,45	1,16,42
(iii) Loans to Co-operative Societies and Land Mortgage Banks.	52,22	46,87
(iv) Advances under Special Laws	1,18	1,81
(v) Loans to Government servants	71	45
(vi) Other Loans and Advances	8,45	8,03
Total ..	5,42,85	5,31,96

The amount of loans and advances disbursed during the year was 86,96 while the recoveries amounted to 97,85. There was thus a decrease of 10,89 in the outstandings at the end of the year as compared with 1939-40. An account of the transactions relating to the Provincial Loan Account is given in Statement No. 5 of Part B of this compilation. The nature of the transactions is explained in paragraph 70 *et seq* of the report.

The recoveries of loans were generally normal except in the case of Loans to Scheduled Classes and Criminal Tribes Settlements included under item (vi) of the statement given above. The percentage of arrears to demand in this case was 85 at the end of March 1941 as in the previous year. The poor collections noticed in previous years have not shown any improvement.

The total amount written off as irrecoverable during the year was 13 as against 16 in the previous year.

(v) *Debt Services*.—The total net charge on the revenues of the Province during the year on account of the service of the debt was 53,64 as shown below :—

(i) Contribution to the Depreciation and Sinking Funds of open market loans	14,43
(ii) Interest on open market loans	14,61
(iii) Discount, brokerage, etc., on the loan raised in the open market during the year and miscellaneous charges connected with the management of debt	4,01
(iv) Interest on floating debt	87
(v) Interest on certain irredeemable loans ..	13
(vi) Equated payment towards the consolidated debt due to the Central Government	39,29
(vii) Interest on State Provident Fund balances ..	15,78
	<hr/>
Total ..	89,12
	<hr/>

Deduct—

(1) Recoveries in the Provincial Loan Account utilized towards amortisation of debt ..	—12,34
(2) Interest accrued to the Provincial Government through the Provincial Loan Account ..	—23,14
	<hr/>
Net charge	53,64
	<hr/>

This works out to about 3 per cent of the annual revenues of the Province.

GUARANTEES GIVEN BY THE GOVERNMENT OF MADRAS IN
RESPECT OF LOANS RAISED BY LOCAL BODIES, ETC.

12. The statement given below indicates the guarantees given by the Government of Madras and outstanding on 31st March 1941 :—

Name of the public or other body for which the guarantee has been given.	Statutory authority, if any, for the giving of the guarantee.	Form and extent of guarantee.	Maximum amount guaranteed.	Sums guaranteed outstanding on 31st March 1941.	Remarks.
(1)	(2)	(3)	(4)	(5)	(6)
			RS.	RS.	
1. The Madras Co-operative Central Land Mortgage Bank, Ltd., Madras.	The Madras Co-operative Land Mortgage Banks Act, 1934, Section 6.	Full and unconditional guarantee of the principal of and interest on the debentures issued by the Bank on or after the 31st July 1934, such debentures being issued for periods not exceeding in any case 25 years from the date of issue.	3,10,00,000	2,18,53,800	The Bank agreeably to the instructions of Government maintains Debenture Redemption Fund Accounts and makes adequate contributions to them so as to meet the debentures issued at maturity.
	The Madras Co-operative Land Mortgage Banks Act, 1934, Section 7.	Full and unconditional guarantee of the principal of and interest on the debentures issued before the 31st July 1934.	24,08,900	4,72,500	Do.
2. Court of Wards on behalf of the Vizianagram Estate.	..	Letter of guarantee—whole or portion of the loan taken from the Imperial Bank of India remaining unrecovered.	10,00,000	5,99,800	The guarantee has been given to enable the Court of Wards to raise a loan from the Imperial Bank of India to carry on the administration of the estate.

BALANCE.

13. The following statement shows the actual "Ways and Means" position of the Province month by month during the year under review :—

Month.	Opening cash balance.		Receipts.	Disbursements.	Closing cash balance.	
	In Treasuries.	In Bank.			In Treasuries.	In Bank.*
(1)	(2)	(3)	(4)	(5)	(6)	(7)
1940.						
April	52,52	81,97	5,48,87	5,90,42	4,60	88,34
May	4,60	88,34	4,33,66	4,39,13	11,78	75,69
June	11,78	75,69	5,21,30	5,50,55	3,71	54,51
July	3,71	54,51	5,26,02	5,24,47	4,98	54,79
August	4,98	54,79	5,44,02	5,13,61	2,86	87,32
September	2,86	87,32	6,40,83	6,64,48	67	65,86
October	67	65,86	5,34,00	4,55,54	4,56	1,40,43
November	4,56	1,40,43	5,21,56	5,46,73	2,44	1,17,38
December	2,44	1,17,38	4,98,05	5,37,90	10,43	69,54
1941.						
January	10,43	69,54	6,67,58	6,41,01	1,42	1,05,12
February	1,42	1,05,12	8,29,66	8,99,59	3,29	33,32
March	3,29	33,32	12,40,22	12,23,10	49,40	4,33

* The bank balance shown in column (7) represents the balance according to Government accounts.

Under an agreement with the Reserve Bank of India, the Madras Government have to maintain a minimum balance of Rs. 40 lakhs at the Bank. The Bank informs the Government by telegram of their daily balance with the Bank at the close of each working day. If this balance falls below the agreed minimum, the deficiency is made good either by taking "Ways and Means" advances from the Reserve Bank or by selling treasury bills to the public. The receipts and disbursements shown in the above statement include "Ways and Means" advances and treasury bills and their repayment.

The statement below gives the particulars of the treasury bills issued during the year :—

Date of issue.	Period.	Face value.	Average rate per cent per annum.
(1)	(2)	(3)	(4)
RS. A. P.			
12th August 1940	3 months.	1,00,00	0 13 0
30th August 1940	"	50,00	0 12 7
21st October 1940	"	75,00	0 11 0
4th November 1940	"	75,00	0 11 10
11th November 1940	"	75,00	0 15 3
Total		3,75,00	

All the bills were discharged within the year. The total amount of discount on the bills was 75. The average rate of discount on the treasury bills was Re. 0-12-9 per cent per annum as against Rs. 2-4-3 in the previous year.

The total amount of ways and means advances taken during the year from the Reserve Bank was 2,38,00. All the advances were repaid before the close of the year and the interest paid on them amounted to 12. The periods for which the advances were taken ranged between one week and three weeks and the rate of interest was 2 per cent per annum.

Besides the cash balance of 53,73 held at the end of the year, the Government possessed resources in the shape of investments in treasury bills and other securities of the Central Government and in their own securities. With the exception of certain securities earmarked for specific purposes, these investments are accounted for under the suspense head "Cash Balance Investment Account." The total investments held by Government at the beginning and end of the year under report were as follows :—

	On 1st April 1940.	On 31st March 1941.
Cash Balance Investment Account.	54,77	2,94,48
Earmarked investments	77,23	88,08
Total ..	<u>1,32,00</u>	<u>3,82,56</u>

The interest realized during the year on the Cash Balance Investment Account was 100.

The year opened with a balance of 2,66,49 (cash 1,34,49 ; investments 1,32,00) and closed with a balance of 4,36,29 (cash 53,73 ; investments 3,82,56). These balances include certain amounts earmarked for specific purposes, the details of which are given in the tabulated statement at the end of this paragraph. Excluding these earmarked amounts the opening and closing balances were 1,34,86 and 2,17,18, respectively. There was thus an increase of 82,32 in the unearmarked balance which is arrived at as shown below :—

(1) Additions to the balance—

Revenue surplus	52,75
Loan raised in the open market	69,51
Increase in State Provident Fund balances	14,76
Excess of receipts over disbursements under Loans and Advances by Provincial Government	10,89
Total ..	<u>1,47,91</u>

(2) Withdrawal from the balance—

Capital expenditure outside the Revenue Account ..	55,11
Excess of disbursements over receipts under other debt, deposit and remittance heads	10,48
Total ..	<u>65,59</u>
Net addition to the opening balance (1) — (2) ..	<u>82,32</u>

The following statement shows the earmarked balances at the beginning and at the close of the year under review :—

Name of Reserve Fund or Deposit Account.	Balance on 1st April 1940.			Balance on 31st March 1941.		
	Cash.	Investments.	Total.	Cash.	Investments.	Total.
(1)	(2)	(3)	(4)	(5)	(6)	(7)
1 Sinking Funds of Government Loans	8,47	..	8,47	15,51	..	15,51
2 Famine Relief Fund	1,49	62,49	63,98	3,93	62,57	66,50
3 Revenue Reserve Fund .. .. .	..	..	..	58,50	..	58,50
4 Deposit Account of the Fund for the development of Rural Water-supply	12,04	..	12,04	17,48	..	17,48
5 Depreciation and Special Reserves—						
(a) Commercial concerns	2,90	..	2,90	3,03	..	3,03
(b) Government Presses	13,87	..	13,87	14,78	..	14,78
(c) Electricity Schemes	10,77	14,74	25,51	11,08	25,51	36,59
6 Indian Research Fund	41	..	41	56	..	56
7 Subventions from the Central Road Fund	1,96	..	1,96	4,15	..	4,15
8 Deposit Account of grants from—						
(a) The Imperial Council of Agricultural Research	13	..	13	12	..	12
(b) The Indian Central Cotton Committee	1	..	1	1	..	1
(c) The Central Government—						
(i) for economic development and improvement of rural areas	1,58	..	1,58	1,32	..	1,32
(ii) for development of sericultural industry	6	..	6	3	..	3
(iii) for development of handloom industry	50	..	50	44	..	44
(iv) from Sugar Excise Fund.	18	..	18	8	..	8
9 Deposit Account of contributions for cattle improvement	3	..	3	1	..	1
Total ..	54,40	77,23	1,31,63	1,31,03	88,08	2,19,11

The nature of the balances in these accounts is explained in paragraphs 20–28, 40 and 44–50 of Part B of this compilation and a certificate of verification of the balances and investments is given in paragraphs 2, 24 and 27 *ibid.*

SUMMARY OF GENERAL FINANCIAL POSITION.

14. As already stated in paragraph 5 *ante* dealing with the revenue position of Government, there was a revenue surplus of 1,11,25 during the year (including the transfer of 58,50 to the Revenue Reserve Fund) against an estimated surplus of 82. This large improvement chiefly accounted for the increase in the balance of the Province (including investments) from 2,66,49 at the commencement of the year to 4,36,29 at the end of the year.

The net liability of the Province on account of Public Debt, Unfunded Debt, etc., at the end of year was 13,38,12 as indicated in the statement given below:—

Assets.		Liabilities.	
Loans and Advances by Provincial Government ..	5,31,96	Public Debt	12,52,61
Investments of Famine Relief Fund and Reserve Funds of Electricity Schemes	88,08	Unfunded Debt	4,23,54
Balance. { Investments ..	2,94,48	Deposits and Advances ..	6,18,83
{ Cash	53,73	Remittances	11,39
Total ..	9,68,25	Total ..	23,06,37
Net liability ..	13,38,12		

There were also commitments in respect of capital works debitabie outside the revenue account to the extent of 2,15,57.

Against these liabilities and commitments, the Province owns several remunerative irrigation and electrical works on which over Rs. 20 crores have been invested. Besides, there are various physical assets of the Province such as land, buildings and communications which have necessarily to be omitted from this review since their value cannot be properly assessed.

A.—GENERAL FINANCE ACCOUNTS.

II.—ACCOUNTS.

No. 1.—GENERAL ABSTRACT OF RECEIPTS AND
DISBURSEMENTS.

Receipts.	Actuals for 1940-41.	Disbursements.	Actuals for 1940-41.
(1)	(2)	(3)	(4)
	RS.		RS.
Ordinary revenue receipts	18,07,50,479	Revenue expenditure ..	17,39,23,121
		Capital expenditure within the Revenue Account	15,51,672
(A) Total revenue receipts	18,07,50,479	(A) Total expenditure on Revenue Account ..	17,54,74,793
		Capital expenditure out- side the Revenue Account	55,11,269
Public Debt incurred ..	6,82,51,600	Public Debt discharged.	6,26,82,285
Unfunded Debt incurred.	72,54,964	Unfunded Debt dis- charged	57,79,401
Deposits and Advances.	23,14,45,659	Deposits and Advances.	24,72,30,173
Loans and Advances by Provincial Govern- ments	97,85,001	Loans and Advances by Provincial Govern- ments	86,95,976
Remittances	25,30,90,048	Remittances	25,32,79,072
Total Receipts ..	75,05,77,751	Total Disbursements ..	75,86,52,969
(B) (Opening) Cash balance	1,34,48,461	(B) (Closing) Cash balance	53,73,243
Grand Total ..	76,40,26,212	Grand Total ..	76,40,26,212

	RS.
(A) Revenue surplus during the year	52,75,686
(B) Decrease of cash balance during the year	80,75,218

See also paragraph 18 of the Report on page 33 dealing with "Balance."

No. 2.—SUMMARY OF REVENUE AND EXPENDITURE BY MAJOR HEADS.

Heads of Revenue.	Actuals for 1940-41.	Heads of Expenditure.	Actuals for 1940-41.		
			Charged.	Authorized.	Total.
(1)	(2)	(3)	(4)	(5)	(6)
A. Principal Heads of Revenue—	RS.	A. Direct Demands on the Revenue—	RS.	RS.	RS.
IV. Taxes on Income other than Corporation Tax	62,40,000	7. Land Revenue	67,866	22,17,119	22,84,985
VII. Land Revenue	5,00,11,322	8. Provincial Excise	1,15,121	26,97,493	28,12,614
VIII. Provincial Excise	3,39,65,494	9. Stamps	2,926	5,38,310	5,41,236
IX. Stamps	1,80,13,503	10. Forest	6,85,261	30,66,486	37,51,747
X. Forest	48,48,131	11. Registration .. ..	..	28,69,987	28,69,987
XI. Registration	37,13,517	12. Charges on Account of Motor Vehicles Acts	69,51,676	2,00,317	71,51,993
XII. Receipts under Motor Vehicles Acts	79,87,018	13. Other Taxes and Duties ..	84,211	12,70,567	13,54,778
XIII. Other Taxes and Duties ..	1,30,02,298				
Total ..	13,77,81,283	Total ..	79,07,061	1,28,60,279	2,07,67,340
C. Irrigation, Navigation, Embankment and Drainage Works—		C. Revenue Account of Irrigation, Navigation, Embankment and Drainage Works—			
XVII. Irrigation, Navigation, Embankment and Drainage Works for which Capital Accounts are kept—		17. Interest on works for which Capital Accounts are kept ..	88,10,266	..	88,10,266
Gross Receipts—		18. Other Revenue Expenditure financed from ordinary revenues	1,70,923	35,24,942	36,95,865
Direct Receipts ..	6,86,601				
Portion of Land Revenue due to Works ..	1,44,37,931				
Deduct—Working expenses ..	— 40,62,049				
Net Receipts ..	1,10,62,483				

No. 2.—SUMMARY OF REVENUE AND EXPENDITURE BY MAJOR HEADS—*cont.*

Heads of Revenue.	Actuals for 1940-41.	Heads of Expenditure.	Actuals for 1940-41.		
			Charged.	Authorized.	Total.
(1)	(2)	(3)	(4)	(5)	(6)
C. Irrigation, Navigation, Embankment and Drainage Works—<i>cont.</i>	RS.	C. Revenue Account of Irrigation, Navigation, Embankment and Drainage Works—<i>cont.</i>	RS.	RS.	RS.
XVIII. Irrigation, Navigation, Embankment and Drainage Works for which no Capital Accounts are kept—					
Direct Receipts ..	2,00,229				
Portion of Land Revenue due to Works ..	90,74,369				
	92,74,598				
Total ..	2,03,37,081	Total ..	89,81,189	35,24,942	1,25,06,131
E. Debt Services—		E. Debt Services—			
XX. Interest	24,40,103	22. Interest on Debt and other Obligations	68,87,193	..	68,87,193
		Deduct—			
		(1) Interest transferred to Commercial Departments	— 1,14,05,259	..	— 1,14,05,259
		(2) Interest portion of equated payments on account of commuted value of pensions ..	— 7,062	..	— 7,062
		Net amount met out of ordinary revenues	— 45,25,128	..	— 45,25,128
		23. Appropriation for Reduction or Avoidance of Debt	20,55,968	..	20,55,968
Total ..	24,40,103	Total ..	— 24,69,160	..	— 24,69,160

F. Civil Administration—

XXI. Administration of Justice ..	20,33,458
XXII. Jails and Convict Settlements.	7,22,662
XXIII. Police	6,78,706
XXVI. Education	9,99,751
XXVII. Medical	10,26,633
XXVIII. Public Health	2,61,398
XXIX. Agriculture	3,72,819
XXX. Veterinary	1,17,002
XXXI. Co-operation	4,22,477
XXXII. Industries	26,12,278
XXXVI. Miscellaneous Departments.	8,14,411
Total ..	1,00,61,595

H. Civil Works and Miscellaneous Public Improvements—

XXXIX. Civil Works	27,54,363
Total ..	27,54,363

I. Electricity Schemes—

XXI. Receipts from Electricity Schemes—	
Gross Receipts	66,40,650
Deduct—Working Expenses	— 28,44,080
Net Receipts	37,96,570
Total ..	37,96,570

F. Civil Administration—

25. General Administration ..	33,03,274	2,36,25,926	2,69,29,200
27. Administration of Justice ..	20,54,875	66,93,024	87,47,899
28. Jails and Convict Settlements.	1,10,983	27,64,419	28,75,402
29. Police	10,54,778	1,58,98,337	1,69,53,115
36. Scientific Departments	10,424	84,721	95,145
37. Education	2,31,240	2,76,71,576	2,79,02,816
38. Medical	4,61,179	97,03,555	1,01,64,734
39. Public Health	91,885	34,71,341	35,63,226
40. Agriculture	1,04,365	19,52,976	20,57,341
41. Veterinary	52,776	11,49,755	12,02,531
42. Co-operation	44,751	14,04,196	14,48,947
43. Industries	1,29,576	38,03,202	39,32,778
44. Aviation .. .. .	..	10,000	10,000
47. Miscellaneous Departments ..	30,706	21,60,160	21,90,866
Total ..	76,80,812	10,03,93,188	10,80,74,000

H. Civil Works and Miscellaneous Public Improvements—

50. Civil Works	5,33,562	1,10,59,965	1,15,93,527
Total ..	5,33,562	1,10,59,965	1,15,93,527

I. Electricity Schemes—

52. Interest on Capital Outlay on Electricity Schemes	25,42,047	..	25,42,047
52-A. Other revenue expenditure connected with Electricity Schemes	45,292	8,709	54,001
Total ..	25,87,339	8,709	25,96,048

No. 2.—SUMMARY OF REVENUE AND EXPENDITURE BY MAJOR HEADS—*cont.*

Heads of Revenue.	Actuals for 1940-41.	Heads of Expenditure.	Actuals for 1940-41.		
			Charged.	Authorized.	Total.
(1)	(2)	(3)	(4)	(5)	(6)
J. Miscellaneous—	RS.	J. Miscellaneous—	RS.	RS.	RS.
XLIV. Receipts in aid of Super- annuation	2,48,731	54. Famine—			
XLV. Stationery and Printing ..	6,10,175	A. Famine Relief	298	28,059	28,357
XLVI. Miscellaneous	26,94,645	55. Superannuation Allowances and Pensions	29,91,283	80,18,336	1,10,09,619
		56. Stationery and Printing ..	1,86,915	28,12,508	29,99,423
		57. Miscellaneous	11,162	9,55,714	9,66,876
Total ..	35,53,551	Total ..	31,89,658	1,18,14,617	1,50,04,275
L. Contributions and Miscellaneous Adjustments between Central and Provincial Governments—		L. Contributions and Miscellaneous Adjustments between Central and Provincial Governments.	..	..	..
L. Miscellaneous Adjustments between Central and Pro- vincial Governments ..	25,933		..	..	..
Total ..	25,933	M. Extraordinary Items—			
		63. Extraordinary Charges .. ..	..	960	960
		64-A. Transfer to Revenue Reserve Fund .. .. .	..	58,50,000	58,50,000
		Total ..	..	58,50,960	58,50,960
M. Extraordinary Items.	..	Total Revenue Expenditure ..	2,84,10,461	14,55,12,660	17,39,23,121

		Capital Expenditure within the Revenue Account—		
		CC.—19.—Construction of Irrigation, Navigation, Embankment and Drainage Works	11,043	50,911
		II.—53. Capital Outlay on Electricity Schemes .. ..	..	13,50,000
		JJ.—55-A. Commutation of Pensions financed from Ordinary Revenues.	1,29,054	10,664
		Total ..	1,40,097	14,11,575
Total Revenue ..	18,07,50,479	Total Expenditure on Revenue Account.	2,85,50,558	14,69,24,235
		Total Revenue ..	..	..
		Surplus (+) ..	..	+ 52,75,686
		Capital Expenditure outside the Revenue Account—		
		CC.—68.—Construction of Irrigation, Navigation, Embankment and Drainage Works	22,369	2,52,558
		FF.—72.—Capital Outlay on Industrial Development .. ..	..	45,292
		HH.—81.—Capital Account of Civil Works outside the Revenue Account	70,607	10,11,419
		II.—81. A.—Capital Outlay on Electricity Schemes	37,153	42,73,643
		JJ.—83.—Payments of Commuted Value of Pensions	— 1,98,545	— 3,227
		Total ..	— 68,416	55,79,685
Total Revenue ..	18,07,50,479	Total Expenditure ..	2,84,82,142	15,25,03,920
				18,09,86,062

No. 3.—STATEMENT SHOWING THE DISTRIBUTION BETWEEN 'CHARGED' AND 'AUTHORIZED' EXPENDITURE.

Particulars. (1)	Charged. (2)	Authorized. (3)	Total. (4)
	RS.	RS.	RS.
Expenditure on Revenue Account (a) ..	2,88,06,152	15,35,74,770	18,23,80,922
Expenditure outside the Revenue Account	— 68,416	55,79,685	55,11,269
Disbursements under Debt, Deposit and Remittance Heads treated as expenditure .. ..	..	1,00,06,741	1,00,06,741
Total ..	2,87,37,736	16,91,61,196	19,78,98,932

(a) The figures have been arrived at as follows :—

	Charged.	Authorized.
	RS.	RS.
Total expenditure as in Account No. 2 ..	2,85,50,558	14,69,24,235
Add Working Expenses of—		
Irrigation	2,27,027	38,35,022
Electricity Schemes	28,567	28,15,513
Total ..	2,88,06,152	15,35,74,770

No. 4.—DETAILED ACCOUNT OF REVENUE BY
MINOR HEADS.

Heads.	Actuals for 1940-41. RS.
A.—Principal Heads of Revenue—	
IV.—Taxes on income other than Corporation Tax—	
Share of net proceeds assigned to Provinces ..	62,40,000
Total ..	<u>62,40,000</u>
VII.—Land Revenue—	
Ordinary revenue	7,27,40,343
Sale-proceeds of waste lands and redemption of land tax	1,60,954
Recoveries on account of survey and settlement charges	1,52,063
Rents, etc., of fisheries	1,49,701
Recoveries of overpayments	4,134
Collection of payments for services rendered ..	1,241
Miscellaneous	4,53,951
<i>Deduct</i> —Portion of Land Revenue due to Irri- gation	— 2,35,12,300
<i>Deduct</i> —Refunds	— 1,38,765
Total ..	<u>5,00,11,322</u>
VIII.—Provincial Excise—	
Country spirits	1,02,08,894
Country fermented liquor	1,79,70,009
Malt liquors	5,02,074
Wines and spirits (foreign liquors other than beer, medicated wines and commercial spirits) ..	8,11,098
Receipts from commercial spirits, including denatured spirits and medicated wines ..	87,007
Opium	23,83,067
Duties on medicinal and toilet preparations containing alcohol, opium, etc.	3,00,200
Hemp and other drugs	14,68,941
Receipts from Distilleries	2,350
Fines, confiscations and miscellaneous	2,63,427
Recoveries of overpayments	3,119
Collection of payments for services rendered ..	11,533
<i>Deduct</i> —Refunds	— 46,225
Total ..	<u>3,39,65,494</u>

No. 4.—DETAILED ACCOUNT OF REVENUE BY
MINOR HEADS—*cont.*

Heads.	Actuals for 1940-41.
A.—Principal Heads of Revenue—<i>cont.</i>	
IX.—Stamps—	
A.—Non-Judicial—	
Sale of stamps	76,80,801
Duty on impressing documents	1,19,704
Fines and penalties	96,533
Miscellaneous	1,016
<i>Deduct—Refunds</i>	— 1,53,112
Total—A.—Non-Judicial ..	77,44,942
B.—Judicial—	
(i) Court fees—	
Court fees realized in stamps	96,33,384
<i>Deduct—Refunds</i>	— 66,285
Total ..	95,67,099
(ii) Other Receipts—	
Sale of stamps	7,43,582
Fines and penalties	1,084
Miscellaneous	1,156
<i>Deduct—Refunds</i>	— 44,360
Total ..	7,01,462
Total—B.—Judicial ..	1,02,68,561
Grand Total ..	1,80,13,503
X.—Forest—	
Timber and other produce removed from the forests by Government agency	21,73,637
Timber and other produce removed from the forests by consumers or purchasers	21,62,558
Drift and waifwood and confiscated forest produce.	7,824
Revenue from forests not managed by Govern- ment	2,22,767
Miscellaneous	3,16,452
Receipts in England	2,367
Loss or gain by exchange	4
<i>Deduct—Refunds</i>	— 37,478
Total ..	48,48,131

No. 4.—DETAILED ACCOUNT OF REVENUE BY
MINOR HEADS—*cont.*

Heads.	Actuals for 1940-41.
A.—Principal Heads of Revenue—<i>cont.</i>	
XI.—Registration—	RS.
Fees for registering documents	27,11,774
Fees for copies of registered documents	1,00,256
Miscellaneous	9,06,882
<i>Deduct—Refunds</i>	— 5,395
Total ..	<u>37,13,517</u>
XII.—Receipts under Motor Vehicles Acts—	
Receipts under the Indian Motor Vehicles Act ..	4,71,429
Receipts under the Provincial Motor Vehicles Taxation Act	75,88,422
Fees and other receipts	2,196
<i>Deduct—Refunds</i>	— 75,029
Total ..	<u>79,87,018</u>
XIII.—Other Taxes and Duties—	
A.—Taxes on Luxuries including taxes on Enter- tainments, Amusements, Betting and Gamb- ling—	
Entertainment Tax	13,16,318
Betting Tax—	
Totalizator	1,35,529
Bookmakers	4,570
<i>Deduct—Refunds</i>	— 3,446
B.—Receipts from Electricity Duties—	
Fees under the Indian Electricity Rules, 1922, and fees for the electrical inspection of cine- mas	54,287
Other receipts	6,73,775
<i>Deduct—Refunds</i>	— 2,842
C.—Receipts from Tobacco Duties—	
Receipts under the Madras Tobacco (Taxation of Sales and Licensing) Act, 1939	21,66,120
<i>Deduct—Refunds</i>	— 19,959
D.—Other items—	
Receipts under the Madras Regulation of the Sale of Cloth Act, 1937	1,08,206
Receipts under the Madras Sales of Motor Spirit Taxation Act, 1939	16,18,618
Receipts under the Madras General Sales Tax Act, 1939	71,77,944
<i>Deduct—Refunds</i>	— 2,26,822
Total ..	<u>1,30,02,298</u>

No. 4.—DETAILED ACCOUNT OF REVENUE BY
MINOR HEADS—*cont.*

Heads.	Actuals for 1940-41.
	RS.
C.—Irrigation, Navigation, Embankment and Drainage Works—	
XVII.—Irrigation, Navigation, Embankment and Drainage Works for which Capital Accounts are kept—	
A.—Irrigation Works—	
(1) Productive Works—	
Gross Receipts—	
Direct Receipts—	
Water-supply of towns	5,908
Sales of water	11,938
Plantations	31,158
Other canal produce	81,201
Navigation	3,26,664
Rents	13,282
Fines	1
Recoveries of expenditure	39,147
Miscellaneous	20,387
Portion of Land Revenue due to Works.	1,37,18,115
<i>Deduct</i> —Refunds	— 11,430
	<hr/>
Total—Gross Receipts ..	1,42,36,371
	<hr/>
<i>Deduct</i> —Working Expenses—	
Extensions and Improvements ..	3,15,071
Maintenance and Repairs	20,01,577
Establishment	11,70,852
Tools and plant	11,000
	<hr/>
Total—Working Expenses ..	— 34,98,500
	<hr/>
Net Receipts—A. (1) Productive Works ..	1,07,37,871
	<hr/>

No. 4.—DETAILED ACCOUNT OF REVENUE BY
MINOR HEADS—*cont.*

Heads.	Actuals for 1940-41.
	RS.
C.—Irrigation, Navigation, Embankment and Drainage Works—<i>cont.</i>	
XVII.—Irrigation, Navigation, Embankment and Drainage Works for which Capital Accounts are kept—<i>cont.</i>	
A.—Irrigation Works—<i>cont.</i>	
(2) Unproductive Works—	
Gross Receipts—	
Direct Receipts—	
Water rates	4,000
Water-supply of towns	39,445
Sales of water	231
Plantations	4,549
Other canal produce	8,313
Navigation	114
Rents	2,110
Recoveries of expenditure	71
Miscellaneous	832
Portion of Land Revenue due to Works.	7,19,816
<i>Deduct</i> —Refunds	— 9
	<hr/>
Total—Gross Receipts ..	7,79,472
	<hr/>
<i>Deduct</i> —Working Expenses—	
Extensions and Improvements	— 3,028
Maintenance and Repairs	2,07,567
Establishment	86,281
Tools and Plant	639
	<hr/>
Total—Working Expenses ..	— 2,91,459
	<hr/>
Net Receipts—A. (2) Unproductive Works ..	4,88,013
	<hr/>
Total—A. Irrigation Works ..	1,12,25,884
	<hr/>

No. 4.—DETAILED ACCOUNT OF REVENUE BY
MINOR HEADS—*cont.*

Heads.	Actuals for 1940-41.
	RS.
C.—Irrigation, Navigation, Embankment and Drainage Works—<i>cont.</i>	
XVII.—Irrigation, Navigation, Embankment and Drainage Works for which Capital Accounts are kept—<i>cont.</i>	
B.—Navigation, Embankment and Drainage Works—	
(2) Unproductive Works—	
Gross Receipts—	
Direct Receipts—	
Navigation	1,02,242
Sales of water	4,040
Plantations	656
Rents	569
Recoveries of expenditure	61
Miscellaneous	1,270
<i>Deduct</i> —Refunds	— 149
Total—Gross Receipts ..	1,08,689
<i>Deduct</i> —Working Expenses—	
Extensions and Improvements ..	27,178
Maintenance and Repairs	1,97,915
Establishment	46,660
Tools and Plant	337
Total—Working Expenses ..	— 2,72,090
Net Receipts—B. (2) Unproductive Works ..	— 1,63,401
Grand Total ..	1,10,62,483

No. 4.—DETAILED ACCOUNT OF REVENUE BY
MINOR HEADS—*cont.*

Heads.	Actuals for 1940-41.
C.—Irrigation, Navigation, Embankment and Drainage Works—<i>cont.</i>	RS.
XVIII.—Irrigation, Navigation, Embankment and Drainage Works for which no Capital Accounts are kept—	
A:—Irrigation Works—	
Direct Receipts—	
Water rates	698
Water-supply of towns	248
Sales of water	30,604
Plantations	3,369
Other canal produce	3,945
Water-power	36,246
Rents	592
Fines	153
Recoveries of expenditure	23,563
Miscellaneous	21,590
Portion of Land Revenue due to Works	90,74,369
<i>Deduct—Refunds</i>	— 2,385
Total—A. Irrigation Works	91,92,992
B.—Navigation, Embankment and Drainage Works—	
Direct Receipts—	
Navigation	36,439
Sales of water	8,837
Plantations	25,632
Rents	177
Recoveries of expenditure	270
Miscellaneous	11,809
<i>Deduct—Refunds</i>	— 1,558
Total—B. Navigation, etc., Works	81,606
Grand Total	92,74,598

No. 4.—DETAILED ACCOUNT OF REVENUE BY
MINOR HEADS—*cont.*

Heads.	Actuals for 1940-41. RS.
E.—Debt Services—	
XX.—Interest—	
Interest on loans and advances by the Provincial Governments	23,14,564
Interest realized on investment of cash balances ..	99,908
Interest on arrears of revenue	27,074
Miscellaneous	1,919
Receipts in England	178
<i>Deduct—Refunds</i>	— 3,540
Total ..	24,40,103
 F.—Civil Administration—	
XXI.—Administration of Justice—	
Sale-proceeds of unclaimed and escheated property.	8,544
Court-fees realized in cash	2,42,621
General fees, fines and forfeitures	15,63,403
Miscellaneous fees and fines	62,728
Miscellaneous	2,07,108
Recoveries of overpayments	13,706
Collection of payments for services rendered ..	21,012
Receipts in England	711
Loss or gain by exchange	1
<i>Deduct—Refunds</i>	— 86,376
Total ..	20,33,458
 XXII.—Jails and Convict Settlements—	
Jails	51,751
Jail manufactures	6 59,809
Recoveries of overpayments	5,117
Collection of payments for services rendered ..	6,278
<i>Deduct—Refunds</i>	— 293
Total ..	7,22,662

No. 4.—DETAILED ACCOUNT OF REVENUE BY
MINOR HEADS—*cont.*

Heads.	Actuals, for 1940-41.
	RS.
F.—Civil Administration—<i>cont.</i>	
XXIII.—Police—	
Contribution for Railway Police	3,51,025
Police supplied to Railways	1,103
Police supplied to municipal, cantonment and town funds	3,199
Police supplied to public departments, private companies and persons	32,368
Receipts and recoveries on account of Presidency Police	1,36,715
Cash receipts under the Arms Act	7,556
Fees, fines and forfeitures	33,891
Recoveries of overpayments	80,060
Collection of payments for services rendered ..	51,779
Miscellaneous	30,787
Loss or gain by exchange	2
<i>Deduct—Refunds</i>	— 49,779
Total ..	6,78,706
 XXVI.—Education—	
A.—University—	
Fees, Government Arts Colleges	4,37,540
Fees, Government Professional Colleges	1,98,672
B.—Secondary—	
Fees, Government Secondary Schools	49,206
D.—Special—	
Fees and other receipts, Government Special Schools	54,200
E.—General—	
Contributions	14,050
Income from endowments	3,806
Recoveries of overpayments	1,42,910
Collection of payments for services rendered ..	3,010
Miscellaneous	1,03,221
<i>Deduct—Refunds</i>	— 6,864
Total ..	9,99,751

No. 4.—DETAILED ACCOUNT OF REVENUE BY
MINOR HEADS—*cont.*

Heads.	Actuals for 1940-41. RS.
F.—Civil Administration—<i>cont.</i>	
XXVII.—Medical—	
Medical School and College fees	2,71,306
Hospital receipts	2,51,278
Mental Hospital Receipts	79,991
Sale of medicines	1,846
Contributions	48,388
Income from endowments	44,187
Recoveries of overpayments	20,015
Collection of payments for services rendered ..	2,56,374
Miscellaneous	78,676
Receipts in England	480
Loss or gain by exchange	1
<i>Deduct—Refunds</i>	— 25,909
Total ..	10,26,633
XXVIII.—Public Health—	
Sale-proceeds of sera and vaccines, etc.	44,391
Contributions	22,902
Recoveries of overpayments	12,482
Collection of payments for services rendered ..	1,46,452
Miscellaneous	44,567
Receipts in England	51
<i>Deduct—Refunds</i>	— 9,447
Total ..	2,61,398
XXIX.—Agriculture—	
Agricultural receipts	3,61,824
Recoveries of overpayments	2,463
Collection of payments for services rendered ..	8,958
<i>Deduct—Refunds</i>	— 426
Total ..	3,72,819
XXX.—Veterinary—	
Veterinary College and School fees	32,299
Other receipts	84,826
Collection of payments for services rendered ..	888
<i>Deduct—Refunds</i>	— 1,011
Total ..	1,17,002

No. 4.—DETAILED ACCOUNT OF REVENUE BY
MINOR HEADS—*cont.*

Heads.	Actuals for 1940-41. RS.
F.—Civil Administration—<i>cont.</i>	
XXXI.—Co-operation—	
Audit fees	91,489
Miscellaneous receipts	3,35,346
<i>Deduct—Refunds</i>	— 4,358
Total ..	4,22,477
XXXII.—Industries—	
Industries	6,91,693
Cinchona plantations	14,81,760
Fisheries	4,30,605
Recoveries of overpayments	10,174
Collection of payments for services rendered ..	4,649
Receipts in England	6
<i>Deduct—Refunds</i>	— 6,609
Total ..	26,12,278
XXXVI.—Miscellaneous Departments—	
<i>Labour and Emigration—</i>	
Fees for the registration of Trade Unions ..	611
<i>Miscellaneous—</i>	
Examination fees	6,91,707
Fees for the inspection of steam boilers ..	67,051
Administration of Indian Partnership Act, 1932	3,278
Miscellaneous	57,931
<i>Deduct—Refunds</i>	— 6,167
Total ..	8,14,411
H.—Civil Works and Miscellaneous Public Improve- ments—	
XXXIX.—Civil Works—	
Rents	6,71,302
Receipts from Workshops	62,920
Recoveries of expenditure	1,18,655
Transfer from Central Road Fund	16,99,659
Miscellaneous	2,39,319
Receipts in England	9
<i>Deduct—Refunds</i>	— 37,501
Total ..	27,54,363

No. 4.—DETAILED ACCOUNT OF REVENUE BY
MINOR HEADS—*cont.*

Heads.	Actuals for 1940-41. RS:
I.—Electricity Schemes—	
XLI.—Receipts from Electricity Schemes—	
I.—Hydro-Electric Schemes—	
A. Pykara Hydro-Electric Scheme—	
Gross Receipts—	
Sale of power	41,65,098
Miscellaneous Revenue	1,48,418
<i>Deduct</i> —Refunds	— 17
Total—Gross Receipts ..	43,13,499
 <i>Deduct</i> —Working Expenses—	
Works expenditure financed from Ordinary Revenues	24,581
Maintenance proper	3,19,806
Provision for depreciation as calculated for transfer to the Depreciation Reserve Fund Rs. 7,14,234	
<i>Less</i> —Amount to be spent from the Depre- ciation Reserve Fund .. Rs. — 19,669	
Net amount transferred to the Deprecia- tion Reserve Fund	6,94,565
Renewals and Replacements from the Depreciation Reserve Fund	19,669
Provision for transfer to the Special Reserve Fund Rs. 2,85,693	
<i>Less</i> —Amount to be spent from the Special Reserve Fund Rs. — 29,823	
Net amount transferred to the Special Reserve Fund	2,55,870
Extraordinary Renewals and Replacements from the Special Reserve Fund	29,823
Establishment	2,87,362
Tools and Plant	2,431
Suspense	— 95,704
Charges in England	6,000
Loss or gain by exchange	11
Total—Working Expenses ..	— 15,44,414
Net Receipts ..	27,69,085

No. 4.—DETAILED ACCOUNT OF REVENUE BY
MINOR HEADS—*cont.*

Heads.	Actuals for 1940-41. RS.
I.—Electricity Schemes—<i>cont.</i>	
XLI.—Receipts from Electricity Schemes—<i>cont.</i>	
I.—Hydro-Electric Schemes—<i>cont.</i>	
B.—Mettur Hydro-Electric Scheme—	
Gross Receipts—	
Sale of power	16,93,067
Miscellaneous Revenue	1,26,291
	<hr/>
Total—Gross Receipts ..	18,19,358
	<hr/>
<i>Deduct—Working Expenses—</i>	
Works expenditure financed from Ordinary Revenues	26,950
Maintenance proper	2,40,986
Provision for depreciation as calculated for transfer to the Depreciation Reserve Fund Rs. 1,13,432	
<i>Less—Amount to be spent from the Depre- ciation Reserve Fund .. Rs. — 1,577</i>	
Net amount transferred to the Depreciation Reserve Fund	1,11,855
Renewals and Replacements from the Depreciation Reserve Fund	1,577
Provision for transfer to the Special Reserve Fund	45,373
Establishment	2,06,946
Tools and Plant	5,686
Suspense	2,24,073
	<hr/>
Total—Working Expenses ..	— 8,63,446
	<hr/>
Net Receipts ..	9,55,912
	<hr/>

No. 4.—DETAILED ACCOUNT OF REVENUE BY
MINOR HEADS—*cont.*

Heads.	Actuals for 1940-41. RS.
I.—Electricity Schemes—<i>cont.</i>	
XLI.—Receipts from Electricity Schemes—<i>cont.</i>	
II.—Thermo-Electric Schemes—	
C.—Vizagapatam Scheme—	
Gross Receipts—	
Sale of power	1,68,898
Miscellaneous Revenue	7,921
Total—Gross Receipts ..	1,76,819
<i>Deduct</i> —Working Expenses—	
Works expenditure financed from Ordinary Revenues	117
Maintenance proper	92,584
Establishment	48,870
Tools and Plant	1,485
Total—Working Expenses ..	— 1,43,056
Net Receipts ..	33,763
D.—Bezwada Scheme—	
Gross Receipts—	
Sale of power	2,75,282
Miscellaneous Revenue	8,947
Total—Gross Receipts ..	2,84,229
<i>Deduct</i> —Working Expenses—	
Works expenditure financed from Ordinary Revenues	1,687
Maintenance proper	1,03,347
Establishment	51,661
Tools and Plant	5,613
Suspense	99,892
Total—Working Expenses ..	— 2,62,200
Net Receipts ..	22,029

No. 4.—DETAILED ACCOUNT OF REVENUE BY
MINOR HEADS—*cont.*

Heads.	Actuals for 1940-41. RS.
I.—Electricity Schemes—<i>cont.</i>	
XLI.—Receipts from Electricity Schemes—<i>cont.</i>	
II.—Thermo-Electric Schemes—<i>cont.</i>	
E.—Cocanada Scheme—	
Gross Receipts—	
Sale of power	46,678
Miscellaneous Revenue	67
Total—Gross Receipts ..	46,745
<i>Deduct</i> —Working Expenses—	
Maintenance proper	34,309
Establishment	— 3,345
Total—Working Expenses ..	— 30,964
Net Receipts ..	15,781
Grand Total ..	37,96,570
J.—Miscellaneous—	
XLIV.—Receipts in aid of Superannuation—	
Contributions for pensions and gratuities ..	2,51,534
Miscellaneous	671
Receipts in England	1,314
Loss or gain by exchange	2
<i>Deduct</i> —Refunds	— 4,790
Total ..	2,48,731
XLV.—Stationery and Printing—	
Stationery receipts	29,334
Sale of gazettes and other Government publications.	89,503
Other press receipts	4,92,234
Receipts in England	426
Loss or gain by exchange	1
<i>Deduct</i> —Refunds	— 1,323
Total ..	6,10,175

No. 4.—DETAILED ACCOUNT OF REVENUE BY
MINOR HEADS—*cont.*

Heads.	Actuals for 1940-41. RS.
J.—Miscellaneous—<i>cont.</i>	
XLVI.—Miscellaneous—	
Unclaimed deposits	3,88,416
Sale of old stores and materials	16,617
Sale of land and houses, etc.	2,092
Fees for Government audit	82,806
Rents, rates and taxes	6,909
Other fees, fines and forfeitures	3,35,955
Transfer from the Deposit Account of grants for Economic Development and Improvement of Rural Areas	3,18,982
Gain by exchange on local transactions	— 429
Recoveries of overpayments	22,161
Collection of payments for services rendered	3,07,347
Net gain by exchange on Remittance transactions.	— 193
Miscellaneous	13,96,193
Receipts in England	164
Loss or gain by exchange	5
<i>Deduct</i> —Refunds	— 1,82,380
Total ..	26,94,645
L.—Contributions and Miscellaneous Adjustments between Central and Provincial Governments—	
L.—Miscellaneous adjustments between Central and Provincial Governments	25,933
Total ..	25,933

No. 5.—DETAILED ACCOUNT OF EXPENDITURE BY
MINOR HEADS.

Heads. (1)	Expenditure for 1940-41.		Total. (4)
	Charged. (2)	Authorized. (3)	
A.—Direct Demands on the Revenue.	RS.	RS.	RS.
7. Land Revenue.			
Charges of administration ..	..	52,316	52,316
Survey, Settlement and Record Operations.	56,028	6,86,690	7,42,718
Land Records .. ..	..	1,65,503	1,65,503
Assignments and Compensations.	6,542	13,06,651	13,13,193
Charges in England	5,286	5,949	11,235
Loss or gain by exchange ..	10	10	20
Total ..	67,866	22,17,119	22,84,985
8. Provincial Excise.			
Superintendence	59,164	2,02,836	2,62,000
District Executive Establishment.	..	19,34,039	19,34,039
Distilleries .. ..	..	78,232	78,232
Cost of opium supplied to Provincial Excise Department.	..	4,20,131	4,20,131
Compensations	50,662	57,500	1,08,162
Charges in England	5,286	4,747	10,033
Loss or gain by exchange ..	9	8	17
Total ..	1,15,121	26,97,493	28,12,614
9. Stamps.			
Superintendence	1,924	23,144	25,068
A.—Non-Judicial.			
Charges for the sale of stamps.	..	2,88,843	2,88,843
Cost of stamps supplied from Central Stamp Stores.	..	78,771	78,771

No. 5.—DETAILED ACCOUNT OF EXPENDITURE BY
MINOR HEADS—*cont.*

Heads. (1)	Expenditure for 1940-41.		Total. (4)
	Charged. (2)	Authorized. (3)	
A.—Direct Demands on the Revenue—<i>cont.</i>	RS.	RS.	RS.
9. Stamps—<i>cont.</i>			
B.—Judicial.			
Charges for the sale of stamps.	..	79,506	79,506
Cost of stamps supplied from Central Stamp Stores.	..	67,763	67,763
C.—General.			
Charges in England	1,000	283	1,283
Loss or gain by exchange ..	2	..	2
Total ..	2,926	5,38,310	5,41,236
10. Forest.			
General Direction	71,010	69,080	1,40,090
Conservancy and Works .. ..	..	12,46,599	12,46,599
Establishment	5,29,103	17,48,390	22,77,493
Charges in England	85,000	2,413	87,413
Loss or gain by exchange ..	148	4	152
Total ..	6,85,261	30,66,486	37,51,747
11. Registration.			
Superintendence .. ..	..	64,383	64,383
District charges .. ..	..	27,97,117	27,97,117
Charges in England .. ..	..	8,472	8,472
Loss or gain by exchange ..	..	15	15
Total ..	..	28,69,987	28,69,987

No. 5.—DETAILED ACCOUNT OF EXPENDITURE BY
MINOR HEADS—*cont.*

Heads.	Expenditure for 1940-41.		Total.
	Charged.	Authorized.	
(1)	(2)	(3)	(4)
A.—Direct Demands on the Revenue—<i>cont.</i>	RS.	RS.	RS.
12. Charges on Account of Motor Vehicles Acts.			
Charges of collection ..	..	59,792	59,792
Inspection of motor vehicles.	3,841	52,109	55,950
Compensations to local bodies, etc.	69,26,836	..	69,26,836
Other charges	16,725	88,416	1,05,141
Charges in England	4,267	..	4,267
Loss or gain by exchange ..	7	..	7
Total ..	69,51,676	2,00,317	71,51,993
13. Other Taxes and Duties.			
Collection charges—			
Entertainment Tax ..	..	54,241	54,241
Charges under the Electricity Acts.	18,822	50,728	69,550
Charges under the Madras Regulation of the Sale of Cloth Act, 1937.	..	4,465	4,465
Commercial Taxes	56,087	11,60,128	12,16,215
Charges in England	9,286	1,003	10,289
Loss or gain by exchange ..	16	2	18
Total ..	84,211	12,70,567	13,54,778
C.—Revenue Account of Irrigation, Navigation, Embankment and Drainage Works.			
17. Interest on works for which capital accounts are kept:			
Irrigation Works ..	84,17,527	..	84,17,527
Navigation, Embankment and Drainage Works.	3,92,739	..	3,92,739
Total ..	88,10,266	..	88,10,266

No. 5.—DETAILED ACCOUNT OF EXPENDITURE BY
MINOR HEADS—*cont.*

Heads. (1)	Expenditure for 1940-41.		Total. (4)
	Charged. (2)	Authorized. (3)	
C.—Revenue Account of Irrigation, Navigation, Embankment and Drainage Works—<i>cont.</i>	RS.	RS.	RS.
18. Other Revenue Expendi- ture financed from Ordinary Revenues.			
A.—Irrigation Works.			
(1) Works for which no Capital accounts are kept.			
Works	1,753	27,623	29,376
Extensions and Improvements.	67	1,00,662	1,00,729
Maintenance and Repairs ..	..	21,71,120	21,71,120
Establishment	1,25,893	5,78,523	7,04,416
Tools and Plant .. .. .	..	2,026	2,026
Total ..	1,27,713	28,79,954	30,07,667
(2) Miscellaneous Expenditure.			
Establishment	14,187	54,729	68,916
Tools and Plant .. .. .	..	29,945	29,945
Other charges .. .. .	..	51,529	51,529
Grants-in-aid .. .. .	..	8,968	8,968
Total ..	14,187	1,45,171	1,59,358
Total, A.—Irrigation Works.	1,41,900	30,25,125	31,67,025
B.—Navigation, Embankment and Drainage Works			
(1) Works for which no Capital accounts are kept.			
Works .. .. .	..	5	5
Extensions and Improvements.	..	34,972	34,972
Maintenance and Repairs ..	..	3,56,978	3,56,978
Establishment	28,854	99,743	1,28,597
Tools and Plant .. .. .	..	2,633	2,633
Total ..	28,854	4,94,331	5,23,185

No. 5.—DETAILED ACCOUNT OF EXPENDITURE BY
MINOR HEADS—*cont.*

Heads.	Expenditure for 1940-41.		Total.
	Charged.	Authorized.	
(1)	(2)	(3)	(4)
C.—Revenue Account of Irrigation, Navigation, Embankment and Drainage Works—<i>cont.</i>	RS	RS.	RS.
18. Other Revenue Expenditure financed from Ordinary Revenues—<i>cont.</i>			
B.—Navigation, Embankment and Drainage Works—<i>cont.</i>			
(2) Miscellaneous Expenditure.			
Establishment	169	617	786
Tools and plant .. ..	..	28	28
Other charges .. ..	..	4,841	4,841
Total ..	169	5,486	5,655
Total, B.—Navigation, Embankment and Drainage Works—	29,023	4,99,817	5,28,840
Grand Total ..	1,70,923	35,24,942	36,95,865
E.—Debt Services.			
22. Interest on Debt and other Obligations.			
A.—Interest on Ordinary Debt.			
(i) Rupee Debt.			
1. Interest on Permanent Loans—			
Madras Government 3 per cent Loan, 1952.	5,75,140	..	5,75,140
Madras Government 3 per cent Loan, 1953.	4,39,742	..	4,39,742
Madras Government 3 per cent Loan, 1959.	4,45,974	..	4,45,974
2. Discount on Loans—			
Madras Government 3 per cent Loan, 1952 (II Issue).	3,47,580	..	3,47,580

No. 5.—DETAILED ACCOUNT OF EXPENDITURE BY
MINOR HEADS—*cont.*

Heads.	Expenditure for 1940-41.		Total.
	Charged.	Authorized.	
(1)	(2)	(3)	(4)
E.—Debt Services—<i>cont.</i>	RS.	RS.	RS.
22. Interest on Debt and other Obligations—<i>cont.</i>			
<i>A.—Interest on Ordinary Debt—<i>cont.</i></i>			
(i) Rupee Debt— <i>cont.</i>			
3. <i>Floating Loans—</i>			
Discount on Treasury Bills.	74,781	..	74,781
Interest on other Floating Loans.	12,290	..	12,290
4. <i>Other Items—</i>			
Management of Debt ..	12,044	..	12,044
Expenditure connected with the issue of new loans.	41,156	..	41,156
Miscellaneous	611	..	611
5. Interest on loans taken from the Central Government.	33,16,269	..	33,16,269
<i>B.—Interest on Unfunded Debt.</i>			
1. <i>Special Loans—</i>			
Interest on other Special Loans.	12,723	..	12,723
5. <i>State Provident Funds—</i>			
Interest on General Provident Fund.	14,46,658	..	14,46,658
Interest on Indian Civil Service Provident Fund.	81,740	..	81,740
Interest on Indian Civil Service (Non-European Members) Provident Fund.	13,259	..	13,259
Interest on Contributory Provident Funds.	36,266	..	36,266

No. 5.—DETAILED ACCOUNT OF EXPENDITURE BY
MINOR HEADS—*cont.*

Heads.	Expenditure for 1940-41.		Total.
	Charged.	Authorized.	
(1)	(2)	(3)	(4)
E.—Debt Services—<i>cont.</i>	RS.	RS.	RS.
22. Interest on Debt and other Obligations—<i>cont.</i>			
<i>C.—Interest on other Obligations.</i>			
<i>Interest on Depreciation Reserve and other Reserve Funds—</i>			
Interest on deposits of Depreciation Reserves of Government Commercial Undertakings.	12,587	..	12,587
<i>Other Items—</i>			
Miscellaneous	18,373	..	18,373
<i>D.—Transfers.</i>			
<i>Deduct—(1) Interest transferred to Commercial Departments—</i>			
Irrigation	— 88,10,266	..	— 88,10,266
Electricity Schemes ..	— 25,42,047	..	— 25,42,047
Other Government Commercial Departments and Undertakings.	— 52,946	..	— 52,946
(4) Interest portion of equated payments on account of commuted value of pensions.	— 7,062	..	— 7,062
Total ..	— 45,25,128	..	— 45,25,128
23. Appropriation for Reduction or Avoidance of Debt.			
Sinking Funds	14,42,983	..	14,42,983
Other appropriations ..	6,12,985	..	6,12,985
Total ..	20,55,968	..	20,55,968

No. 5.—DETAILED ACCOUNT OF EXPENDITURE BY
MINOR HEADS—*cont.*

Heads.	Expenditure for 1940-41.		Total.
	Charged.	Authorized.	
(1)	(2)	(3)	(4)
F.—Civil Administration.	RS.	RS.	RS
25. General Administration.			
A.—Heads of Provinces (including Governor-General, Executive Council and Ministers)—			
Salary of the Governor ..	1,16,452	..	1,16,452
Secretarial Staff of Governor.	61,426	..	61,426
Staff and household of Governor.	4,16,183	..	4,16,183
Sumptuary allowance of Governor.	18,000	..	18,000
Expenditure from Contract allowance.	92,000	..	92,000
Tour Expenses	1,61,825	..	1,61,825
Ministers		101	101
Advisers	1,54,663	26,660	1,81,323
B.—Legislative Bodies.			
Provincial Legislative Assembly.	..	59,490	59,490
Legislative Assembly Department.	..	87,764	87,764
Provincial Legislative Council.	..	13,540	13,540
Elections for Legislatures ..	..	899	899
C.—Secretariat and Headquarters Establishments.			
Civil Secretariats	4,14,355	11,86,506	16,00,861
Public Service Commission.	1,67,426	..	1,67,426
Board of Revenue, Financial Commissioner and establishments.	66,264	1,17,951	1,84,215
Agent for Government Consignments.	..	10,400	10,400
Local Fund Audit Establishments.	21	3,67,899	3,67,920

No. 5.—DETAILED ACCOUNT OF EXPENDITURE BY
MINOR HEADS—*cont.*

Heads. (1)	Expenditure for 1940-41.		Total. (4)
	Charged. (2)	Authorized. (3)	
	RS.	RS.	RS.
F.—Civil Administration— <i>cont.</i>			
25. General Administration— <i>cont.</i>			
E.—District Administration.			
General Establishments ..	8,19,896	19,15,416	27,35,312
Subdivisional Establish- ments.	5,95,158	15,56,497	21,51,655
Other Establishments ..	..	1,78,42,335	1,78,42,335
G. Miscellaneous.			
Discretionary Grants by Heads of Provinces, etc.	857	48,443	49,300
Expenditure from Rural Re- construction Grants.	..	3,18,982	3,18,982
Miscellaneous	5,170	84,364	89,534
<i>Deduct.</i> —Contributions re- coverable from other Gov- ernments, Departments, etc.	..	— 70,213	— 70,213
H. Charges in England.			
A.—Secretary of State for India—			
Other items	1,370	..	1,370
Loss or gain by exchange ..	3	..	3
B.—High Commissioner for India—			
Salaries and Expenses of the High Commissioner's De- partment.	..	58,280	58,280
Other Items	2,11,825	510	2,12,335
Loss or gain by exchange ..	380	102	482
Total ..	33,03,274	2,36,25,926	2,69,29,200

No. 5.—DETAILED ACCOUNT OF EXPENDITURE BY
MINOR HEADS—*cont.*

Heads. (1)	Expenditure for 1940-41.		Total. (4)
	Charged. (2)	Authorized. (3)	
F.—Civil Administration— <i>cont.</i>	RS.	RS.	RS.
27. Administration of Justice.			
High Courts and Chief Courts.	13,50,996	..	13,50,996
Law Officers	31,536	3,63,989	3,95,525
Administrator General and Official Trustee.	..	35,215	35,215
Presidency Magistrate's Court.	..	1,11,786	1,11,786
Civil and Sessions Courts ..	6,40,963	49,39,978	55,80,941
Courts of Small Causes ..	..	1,26,838	1,26,838
Criminal Courts	8,998	11,10,672	11,19,670
Charges in England	22,341	4,538	26,879
Loss or gain by exchange ..	41	8	49
Total ..	20,54,875	66,93,024	87,47,899
28. Jails and Convict Settlements.			
Jails	1,04,303	23,13,786	24,18,089
Jail manufactures .. ..	..	4,37,837	4,37,837
Charges in England	6,667	12,773	19,440
Loss or gain by exchange ..	13	23	36
Total ..	1,10,983	27,64,419	28,75,402
29. Police.			
Presidency Police	80,452	14,33,755	15,14,207
Superintendence	1,57,674	1,25,112	2,82,786
District Executive Force ..	4,83,550	1,25,48,862	1,30,32,412
Police Training Schools ..	15,979	1,69,068	1,85,047
Village Police .. ..	..	8,190	8,190
Special Police	54,686	5,70,693	6,25,379
Railway Police	34,386	7,53,693	7,88,079
Criminal Investigation De- partment.	42,213	2,70,829	3,13,042
Miscellaneous .. ..	..	1,200	1,200
Charges in England	1,85,510	16,905	2,02,415
Loss or gain by exchange ..	328	30	358
Total ..	10,54,778	1,58,98,337	1,69,53,115

No. 5.—DETAILED ACCOUNT OF EXPENDITURE BY
MINOR HEADS—*cont.*

Heads.	Expenditure for 1940-41.		Total.
	Charged.	Authorized.	
(1)	(2)	(3)	(4)
F.—Civil Administration—<i>cont.</i>	RS.	RS.	RS.
36. Scientific Departments.			
Museums	7,355	84,715	92,070
Charges in England	3,064	6	3,070
Loss or gain by exchange ..	5	..	5
Total ..	10,424	84,721	95,145
37. Education.			
A.—University.			
Grants to Universities .. ..	..	6,65,500	6,65,500
Government Arts Colleges ..	92,262	10,64,552	11,56,814
Grants to non-Government Arts Colleges.	..	3,44,655	3,44,655
Government Professional Col- leges.	66,669	5,58,144	6,24,813
Grants to non-Government Professional Colleges.	..	8,950	8,950
B.—Secondary.			
Government Secondary Schools.	..	2,54,405	2,54,405
Direct grants to non-Govern- ment Secondary Schools.	..	20,13,992	20,13,992
Grants to local bodies for secondary education.	..	8,84,092	8,84,092
C.—Primary.			
Government Primary Schools.	3,309	33,349	36,658
Direct grants to non-Govern- ment Primary Schools.	..	80,93,461	80,93,461
Grants to local bodies for primary education.	..	93,42,655	93,42,655
D.—Special.			
Government special schools.	..	17,49,932	17,49,932
Direct Grants to non-Govern- ment Special Schools.	..	4,56,863	4,56,863

No. 5.—DETAILED ACCOUNT OF EXPENDITURE BY
MINOR HEADS—*cont.*

Heads. (1)	Expenditure for 1940-41.		Total. (4)
	Charged. (2)	Authorized. (3)	
F.—Civil Administration— <i>cont.</i>	RS.	RS.	RS.
37. Education—<i>cont.</i>			
E.—General.			
Direction	43,716	1,34,536	1,78,252
Inspection	13,765	17,85,705	17,99,470
Scholarships .. .. .	..	2,06,109	2,06,109
Miscellaneous .. .. .	..	50,035	50,035
F.—Charges in England.			
B. High Commissioner ..	11,499	24,598	36,097
Loss or gain by exchange ..	20	43	63
Total ..	2,31,240	2,76,71,576	2,79,02,816
38. Medical.			
Medical Establishment ..	2,32,762	6,09,861	8,42,623
Hospitals and Dispensaries.	57,186	75,34,194	75,91,380
Medical Colleges and Schools.	96,693	10,08,086	11,04,779
Mental Hospital	600	5,03,434	5,04,034
Chemical Examiner .. .. .	..	39,640	39,640
Charges in England	73,809	8,326	82,135
Loss or gain by exchange ..	129	14	143
Total ..	4,61,179	97,03,555	1,01,64,734
39. Public Health.			
Public Health Establishment.	56,019	11,97,396	12,53,415
Grants for Public Health purposes.	..	6,16,579	6,16,579
Transfer to the Fund for Development of Rural Water-supply.	..	10,00,000	10,00,000
Expenditure from the Fund for Development of Rural Water-supply.	..	4,54,379	4,54,379
Deduct—Transfer from the Fund for Development of Rural Water-supply.	..	— 4,54,379	— 4,54,379
Expenses in connexion with epidemic diseases.	..	2,26,142	2,26,142
Bacteriological Laboratories.	31,058	4,28,427	4,59,485

No. 5.—DETAILED ACCOUNT OF EXPENDITURE BY
MINOR HEADS—*cont.*

Heads.	Expenditure for 1940-41.		Total.
	Charged.	Authorized.	
(1)	(2)	(3)	(4)
F.—Civil Administration— <i>cont.</i>	RS.	RS.	RS.
39. Public Health—<i>cont.</i>			
Works .. .. .	..	98	98
Charges in England	4,800	2,694	7,494
Loss or gain by exchange ..	8	5	13
Total ..	91,885	34,71,341	35,63,226
40. Agriculture.			
Direction	44,516	48,086	92,602
Superintendence	16,513	2,07,331	2,23,844
Experimental Farms .. ..	..	3,40,528	3,40,528
Agricultural Demonstration and Propaganda including public exhibitions and fairs.	985	6,91,660	6,92,645
Agricultural Experiments and Research.	15,580	4,50,368	4,65,948
Agricultural Education ..	21,213	1,20,830	1,42,043
Botanical and other Public Gardens.	..	26,463	26,463
Scheme for the improvement of Agricultural marketing in India.	..	48,125	48,125
Special Rural Uplift Schemes. Grants-in-aid, Contributions, etc.	..	57	57
..	..	19,504	19,504
Charges in England	5,548	24	5,572
Loss or gain by exchange ..	10	..	10
Total ..	1,04,365	19,52,976	20,57,341
41. Veterinary.			
Superintendence	22,681	1,51,747	1,74,428
Veterinary Education and Research.	..	1,40,606	1,40,606
Subordinate establishment ..	..	3,26,787	3,26,787
Hospitals and dispensaries ..	..	2,97,402	2,97,402
Breeding Operations	20,345	1,34,765	1,55,110

No. 5.—DETAILED ACCOUNT OF EXPENDITURE BY
MINOR HEADS—*cont.*

Heads.	Expenditure for 1940-41.		Total.
	Charged.	Authorized.	
(1)	(2)	(3)	(4)
F—Civil Administration—<i>cont.</i>	RS	RS.	RS.
41. Veterinary—<i>cont.</i>			
Other charges .. ..	..	98,137	98,137
Charges in England	9,734	310	10,044
Loss or gain by exchange ..	16	1	17
Total ..	52,776	11,49,755	12,02,531
42. Co-operation.			
Direction	42,614	70,894	1,13,508
Superintendence .. ..	..	13,02,860	13,02,860
Grants-in-aid .. ..	..	30,442	30,442
Charges in England	2,133	..	2,133
Loss or gain by exchange ..	4	..	4
Total ..	44,751	14,04,196	14,48,947
43. Industries.			
Industries	61,250	10,22,719	10,83,969
Cinchona Plantations	62,133	18,59,137	19,21,270
Fisheries .. ..	..	5,68,804	5,68,804
Grants-in-aid .. ..	..	3,37,606	3,37,606
Charges in England	6,183	14,910	21,093
Loss or gain by exchange ..	10	26	36
Total ..	1,29,576	38,03,202	39,32,778
44. Aviation.			
Grants for Aviation purposes.	..	10,000	10,000
Total ..	..	10,000	10,000
47. Miscellaneous Depart- ments.			
<i>Labour and Emigration.</i>			
Inspector of Factories .. ..	..	74,237	74,237
Labour	30,706	16,14,894	16,45,600
<i>Inspection and Tests.</i>			
Inspector of Steam Boilers.	..	54,584	54,584

No. 5.—DETAILED ACCOUNT OF EXPENDITURE BY
MINOR HEADS—*cont.*

Heads.	Expenditure for 1940-41.		Total.
	Charged.	Authorized.	
(1)	(2)	(3)	(4)
F.—Civil Administration <i>—cont.</i>	RS.	RS.	RS.
47. Miscellaneous Departments—<i>cont.</i>			
<i>Statistics.</i>			
Provincial Statistics ..	..	12,970	12,970
<i>Miscellaneous.</i>			
Examinations .. ..	..	4,00,111	4,00,111
Administration of Indian Partnership Act, 1932.	..	3,053	3,053
Charges in England .. ..	..	311	311
Total ..	30,706	21,60,160	21,90,866
H.—Civil Works and Miscellaneous Public Improvements.			
50. Civil Works.			
<i>Original Works—Buildings.</i>			
Land Revenue .. ..	..	46	46
Provincial Excise .. ..	..	130	130
Forest .. ..	..	861	861
Registration .. ..	..	46,384	46,384
General Administration ..	71,415	79,270	1,50,685
Administration of Justice ..	1,526	57,432	58,958
Jails and Convict Settlements.	..	1,56,712	1,56,712
Police	1,042	69,374	70,416
Scientific Departments ..	..	— 430	— 430
Education	359	87,162	87,521
Medical .. ..	..	2,89,658	2,89,658
Public Health .. ..	..	5,031	5,031
Agriculture .. ..	..	7,669	7,669
Veterinary .. ..	..	25,543	25,543
Co-operation .. ..	..	266	266
Industries .. ..	..	10,997	10,997
Civil Works .. ..	..	64,695	64,695
Stationery and Printing ..	..	46,701	46,701
Miscellaneous Departments.	..	2,811	2,811

No. 5.—DETAILED ACCOUNT OF EXPENDITURE BY
MINOR HEADS—*cont.*

Heads.	Expenditure for 1940-41.		Total.
	Charged.	Authorized.	
(1)	(2)	(3)	(4)
H.—Civil Works and Miscellaneous Public Improvements—<i>cont.</i>	RS.	RS.	RS.
50. Civil Works—<i>cont.</i>			
Original Works—Communications.	1,209	2,93,212	2,94,421
Original Works—Miscellaneous.	..	1,955	1,955
Repairs	2,06,283	17,73,700	19,79,983
Establishment	1,65,155	14,33,933	15,99,088
Tools and Plant .. ..	..	74,791	74,791
Grants-in-aid .. ..	..	69,50,587	69,50,587
Suspense .. .. .	..	— 4,18,525	— 4,18,525
Charges in England ..	86,414	..	86,414
Loss or gain by exchange ..	159	..	159
Total ..	5,33,562	1,10,59,965	1,15,93,527
I.—Electricity Schemes.			
52. Interest on Capital Outlay on Electricity Schemes.			
I. Hydro-Electric Schemes.			
Pykara Hydro-Electric Scheme.	12,90,571	..	12,90,571
Mettur Hydro-Electric Scheme.	8,25,398	..	8,25,398
Papanasam Hydro-Thermal Project.	2,19,911	..	2,19,911
Total, I. Hydro-Electric Schemes.	23,35,880	..	23,35,880
II. Thermo-Electric Schemes.			
Vizagapatam Thermal Station.	90,320	..	90,320
Bezwada Thermal Station ..	1,00,157	..	1,00,157
Cocanada Thermal Station ..	15,690	..	15,690
Total, II. Thermo-Electric Schemes.	2,06,167	..	2,06,167
Total ..	25,42,047	..	25,42,047

No. 5.—DETAILED ACCOUNT OF EXPENDITURE BY
MINOR HEADS—*cont.*

Heads.	Expenditure for 1940-41.		Total.
	Charged.	Authorized.	
(1)	(2)	(3)	(4)
I.—Electricity Schemes—<i>cont.</i>	RS.	RS.	RS.
52. A. Other Revenue Expenditure connected with Electricity Schemes.			
Establishment charges ..	33,996	— 24,169	9,827
Miscellaneous expenditure (including surveys).	9,159	32,552	41,711
Charges in England	2,133	325	2,458
Loss or gain by exchange ..	4	1	5
Total ..	45,292	8,709	54,001
J.—Miscellaneous.			
54. Famine.			
A.—Famine Relief—			
Salaries and Establishment.	298	1,851	2,149
Relief Works .. ..	..	16,044	16,044
Gratuitous Relief .. ..	..	2	2
Miscellaneous .. ..	..	10,162	10,162
Total ..	298	28,059	28,357
55. Superannuation Allowances and Pensions.			
Superannuation and Retired Allowances.	6,03,962	79,01,619	85,05,581
Equated payments of commuted value of pensions transferred from Capital (outside the revenue account).	2,05,607	3,227	2,08,834
Compassionate Allowances ..	6,206	37,444	43,650
Gratuities	590	69,692	70,282
Donations to Provident Funds.	4,895	25,994	30,889
Government contribution payable under the Indian Civil Service Family Pension Rules.	1,578	..	1,578

No. 5.—DETAILED ACCOUNT OF EXPENDITURE BY
MINOR HEADS—*cont.*

Heads.	Expenditure for 1940-41.		Total.
	Charged.	Authorized.	
(1)	(2)	(3)	(4)
J.—Miscellaneous—<i>cont.</i>	RS.	RS.	RS.
55. Superannuation Allowances and Pensions—<i>cont.</i>			
Concession grants in respect of past contribution to Annuities.	800	..	800
Covenanted Civil Service Pensions.	74,200	..	74,200
Charges in England ..	21,12,486	1,37,374	22,47,860
Loss or gain by exchange ..	3,674	235	3,909
<i>Deduct</i> —Pensionary charges transferred to Commercial Departments.	— 22,715	— 1,55,249	— 1,77,964
Total ..	29,91,283	80,18,336	1,10,09,619
56. Stationery and Printing.			
<i>I. Stationery.</i>			
Stationery Offices and Stores.	5,596	74,869	80,465
Purchase of Stationery Stores.	9,259	15,20,495	15,29,754
<i>Deduct</i> —Value of Stationery supplied to other Governments and paying departments.	..	— 10,207	— 10,207
<i>II. Printing.</i>			
Government Presses ..	1,69,055	8,74,742	10,43,797
Printing at private presses ..	..	94,573	94,573
Charges in England	3,000	2,57,588	2,60,588
Loss or gain by exchange ..	5	448	453
Total ..	1,86,915	28,12,503	29,99,423

No. 5.—DETAILED ACCOUNT OF EXPENDITURE BY
MINOR HEADS—*cont.*

Heads.	Expenditure for 1940-41.		Total.
	Charged.	Authorized.	
(1)	(2)	(3)	(4)
J.—Miscellaneous—<i>cont.</i>	RS.	RS.	RS.
57. Miscellaneous.			
Cost of books and periodicals.	..	92	92
Donations for charitable purposes.	4,179	1,01,441	1,05,620
Irrecoverable temporary loans and advances written off.	..	13,133	13,133
Rents, rates and taxes ..	..	21,717	21,717
Contributions .. ..	..	6,95,574	6,95,574
Miscellaneous Compensations.	..	434	434
Expenditure on account of State Prisoners and Detenus.	..	2,416	2,416
Miscellaneous and unforeseen charges.	..	48,887	48,887
Expenditure on Air Raid Precautions.	4,281	71,813	76,094
Charges in England	2,697	207	2,904
Loss or gain by exchange ..	5	..	5
Total ..	11,162	9,55,714	9,66,876
M.—Extraordinary Items.			
63. Extraordinary Charges.			
<i>Charges in India.</i>			
Charges incurred as a direct result of War.	..	960	960
Total ..	..	960	960
64.—A. Transfer to Revenue Reserve Fund .. ..	..	58,50,000	58,50,000
Total ..	..	58,50,000	58,50,000

No. 5.—DETAILED ACCOUNT OF EXPENDITURE BY
MINOR HEADS—*cont.*

Heads (1)	Expenditure for 1940-41.		Total. (4)
	Charged. (2)	Authorized. (3)	
CC.—Capital Account of Irrigation, Navigation, Embankment and Drainage Works within the Revenue Account.	RS.	RS.	RS.
19. Construction of Irrigation, Navigation, Embankment and Drainage Works.			
B.—Financed from Ordinary Revenues.			
Irrigation Works.			
(1) Productive.			
Works .. .. .	..	3,769	3,769
Establishment	303	618	921
Tools and Plant .. ..	..	15	15
Total ..	303	4,402	4,705
(2) Unproductive.			
Works	8,038	33,777	41,815
Establishment	2,646	11,935	14,581
Tools and Plant .. ..	..	83	83
Total ..	10,684	45,795	56,479
Total, Irrigation ..	10,987	50,197	61,184
Navigation, Embankment and Drainage Works.			
(2) Unproductive.			
Works .. .. .	..	638	638
Establishment	56	75	131
Tools and Plant .. ..	..	1	1
Total, Navigation, etc., Works.	56	714	770
Total ..	11,043	50,911	61,954

No. 5.—DETAILED ACCOUNT OF EXPENDITURE BY
MINOR HEADS—*cont.*

Heads. (1)	Expenditure for 1940-41.		Total. (4)
	Charged. (2)	Authorized. (3)	
II. Capital Account of Electricity Schemes within the Revenue Account.	RS.	RS.	RS.
53. Capital Outlay on Electricity Schemes.			
Amount transferred from "81—A. Capital Outlay on Electricity Schemes".	..	13,50,000	13,50,000
Total ..	..	13,50,000	13,50,000
JJ.—Miscellaneous.—Capital Account within the Revenue Account.			
55.—A. Commutation of Pensions financed from ordinary revenues.			
Amount transferred from "83. Payments of commuted value of pensions".	1,29,054	10,664	1,39,718
Total ..	1,29,054	10,664	1,39,718
Capital Accounts outside the Revenue Account.			
CC.—Capital Account of Irrigation, Navigation, Embankment and Drainage Works outside the Revenue Account.			
68. Construction of Irrigation, Navigation, Embankment and Drainage Works.			
A.—Irrigation Works.			
(1) Productive.			
Works	520	2,36,659	2,37,179
Establishment	21,849	90,272	1,12,121
Tools and Plant .. ..	..	570	570

No. 5.—DETAILED ACCOUNT OF EXPENDITURE BY
MINOR HEADS—*cont.*

Heads. (1)	Expenditure for 1940-41.		Total. (4)
	Charged (2)	Authorized. (3)	
Capital Accounts outside the Revenue Account—<i>cont.</i>	RS.	RS.	RS.
CC.—Capital Account of Irrigation, Navigation, Embankment and Drainage Works outside the Revenue Account—<i>cont.</i>			
68.—Construction of Irrigation, Navigation, Embankment and Drainage Works—<i>cont.</i>			
A.—Irrigation Works— <i>cont.</i>			
(1) Productive— <i>cont.</i>			
Suspense .. .. .	..	— 4,514	— 4,514
<i>Deduct</i> —Receipts and Recoveries on Capital Account.	..	— 73,130	— 73,130
Charges in England .. ..	..	2,400	2,400
Loss or gain by exchange ..	..	4	4
Total—(1) Productive ..	22,369	2,52,261	2,74,630
(2) Unproductive.			
Establishment .. .. .	..	297	297
Total—(2) Unproductive.	..	297	297
Total ..	22,369	2,52,558	2,74,927
FF.—Civil Administration—Capital Accounts outside the Revenue Account.			
72. Capital Outlay on Industrial Development.			
Cinchona Plantations .. ..	.. ..	45,292	45,292
Total ..	.. ..	45,292	45,292

No. 5.—DETAILED ACCOUNT OF EXPENDITURE BY
MINOR HEADS—*cont.*

Heads. (1)	Expenditure for 1940-41.		Total. (4)
	Charged. (2)	Authorized. (3)	
Capital Accounts outside the Revenue Account—<i>cont.</i>	RS.	RS.	RS.
HH.—Capital Account of Civil Works and Miscellaneous Public Improvements outside the Revenue Account.			
81. Capital Account of Civil Works outside the Revenue Account.			
<i>Original Works—Buildings.</i>			
General Administration .. .. .	..	3,596	3,596
Police	1,482	1,70,033	1,71,515
Medical .. .. .	..	6,57,098	6,57,098
Establishment	69,125	1,77,644	2,46,769
Tools and Plant .. .. .	..	3,048	3,048
Total ..	70,607	10,11,419	10,82,026
II.—Capital Account of Electricity Schemes outside the Revenue Account.			
81. A. Capital Outlay on Electricity Schemes.			
I. Hydro-Electric Schemes.			
<i>A. Pykara Hydro-Electric Scheme.</i>			
Works .. .. .	..	11,29,861	11,29,861
Establishment .. .. .	..	1,07,721	1,07,721
Tools and Plant .. .. .	..	9,190	9,190
<i>Deduct—Receipts and Recoveries on Capital Account.</i>	..	— 2,747	— 2,747
Total ..	..	12,44,025	12,44,025

No. 5.—DETAILED ACCOUNT OF EXPENDITURE BY
MINOR HEADS—*cont.*

Heads.	Expenditure for 1940-41.		Total.
	Charged.	Authorized.	
(1)	(2)	(3)	(4)
	RS.	RS.	RS.
Capital Accounts outside the Revenue Account—<i>cont.</i>			
II.—Capital Account of Electricity Schemes outside the Revenue Account—<i>cont.</i>			
81. A. Capital Outlay on Electricity Schemes—<i>cont.</i>			
I.—Hydro-Electric Schemes—<i>cont.</i>			
<i>B. Mettur Hydro-Electric Scheme.</i>			
Works	3,765	7,49,056	7,52,821
Establishment .. ..	..	93,891	93,891
Tools and Plant .. ..	..	— 40,414	— 40,414
Suspense .. .. .	..	— 43,313	— 43,313
Total ..	3,765	7,59,220	7,62,985
<i>C. Papanasam Hydro-Thermal Project.</i>			
Works .. .. .	..	26,96,951	26,96,951
Establishment	23,146	2,16,125	2,39,271
Tools and Plant .. ..	..	54,524	54,524
Suspense .. .. .	..	77,613	77,613
Charges in England	4,800	..	4,800
Loss or gain by exchange ..	8	..	8
<i>Deduct—Receipts and Recoveries on Capital Account.</i>	..	— 36,497	— 36,497
Total ..	27,954	30,08,716	30,36,670

No. 5.—DETAILED ACCOUNT OF EXPENDITURE BY
MINOR HEADS—*cont.*

Heads.	Expenditure for 1940-41.		Total.
	Charged.	Authorized.	
(1)	(2)	(3)	(4)
Capital Accounts outside the Revenue Account—<i>cont.</i>	RS.	RS.	RS.
II.—Capital Account of Electricity Schemes outside the Revenue Account—<i>cont.</i>			
81-A. Capital Outlay on Electricity Schemes—<i>cont.</i>			
II. Thermo-Electric Schemes.			
<i>C. Vizagapatam Thermal Station.</i>			
Works	222	38,816	39,038
Establishment .. .. .	..	4,285	4,285
Tools and Plant .. .. .	..	400	400
Total ..	222	43,501	43,723
<i>D. Bezwada Thermal Station.</i>			
Works	5,212	1,27,109	1,32,321
Establishment .. .. .	..	12,776	12,776
Tools and Plant .. .. .	..	14	14
<i>Deduct—Receipts and Recoveries on Capital Account.</i>	..	— 10,386	— 10,386
Total ..	5,212	1,29,513	1,34,725
<i>E. Cocanada Thermal Station.</i>			
Works .. .. .	..	3,99,915	3,99,915
Establishment .. .. .	..	35,388	35,388
Tools and Plant .. .. .	..	3,365	3,365
Total ..	..	4,38,668	4,38,668
Gross Total ..	37,153	56,23,643	56,60,796
<i>Deduct—Amount financed from ordinary revenues.</i>	..	— 13,50,000	— 13,50,000
Net Total ..	37,153	42,73,643	43,10,796

No. 5.—DETAILED ACCOUNT OF EXPENDITURE BY
MINOR HEADS—*cont.*

Heads.	Expenditure for 1940-41.		Total.
	Charged.	Authorized.	
(1)	(2)	(3)	(4)
Capital Accounts outside the Revenue Account—<i>cont.</i>	RS.	RS.	RS.
JJ.—Miscellaneous Capital Account Outside the Revenue Account—			
83. Payments of commuted value of Pensions.			
Payments of commuted value of pensions.			
(a) Payments in India ..	81,961	1,75,253	2,57,214
(b) Payments in England—			
Par Value	63,067	..	63,067
Loss or gain by exchange.	110	..	110
<i>Deduct—</i>			
(1) Amount financed from ordinary revenues.	— 1,29,054	— 10,664	— 1,39,718
(2) Amount recovered from other Governments.	— 16,084	— 1,64,589	— 1,80,673
(3) Capital portion of equated payments out of revenue.	— 1,98,545	— 3,227	— 2,01,772
Net expenditure outside the Revenue Account.	— 1,98,545	— 3,227	— 2,01,772

No. 6.—STATEMENT OF CAPITAL EXPENDITURE OUTSIDE
THE REVENUE ACCOUNT DURING AND TO END OF
THE YEAR.

Nature of expenditure.	Expenditure during the year.	Expenditure to end of the year.
68. Construction of Irrigation, Navigation, Embankment and Drainage Works.	RS.	RS.
A. IRRIGATION WORKS.		
(1) Productive.		
1 Cauvery Delta System	— 1,100	80,15,290
2 Srivaikuntam Anicut System .. ..	.. ..	16,67,459
3 Godavari Delta System	34,346	1,69,75,211
4 Mehamattur Anicut System .. ..	.. ..	85,091
5 Thadapalli Channel .. ..	.. ..	1,66,383
6 Kalingarayan Channel .. ..	.. ..	1,75,980
7 Vriddhachalam Anicut System .. ..	.. ..	1,04,144
8 Chembrambakkam Tank .. ..	.. ..	6,51,348
9 Marudur Anicut System .. ..	.. ..	58,721
10 Pennar River Canals System	17,296	60,31,960
11 Arkenkota Channel .. ..	.. ..	1,40,769
12 Tirukkoyilur Anicut System .. ..	.. ..	3,89,189
13 Shatiatope Anicut System .. ..	.. ..	10,29,886
14 Cheyyar Anicut System .. ..	.. ..	5,24,798
15 Cumbum Tank .. ..	.. ..	83,985
16 Poiney Anicut System .. ..	.. ..	2,95,106
17 Periyar System .. ..	.. ..	1,04,64,627
18 Kistna Delta System	2,78,000	2,09,37,162
19 Nandyar Channel System .. ..	.. ..	63,231
20 Chicacole Minor River System .. ..	.. ..	2,78,196
21 Lower Coleroon Anicut System .. ..	.. ..	29,13,423
22 Kistna East Bank Canal Extension Scheme	60,583	57,22,676
23 Toludur Reservoir Project .. ..	.. ..	23,71,023
24 Polavaram Island Project .. ..	.. ..	16,69,109
25 Cauvery-Mettur Project	— 1,25,637	6,46,40,240
26 Kattalai Scheme	15,847	39,62,502
Total—A. Irrigation—(1) Productive ..	2,79,335	14,94,17,509

No. 6.—STATEMENT OF CAPITAL EXPENDITURE OUTSIDE
THE REVENUE ACCOUNT DURING AND TO END OF
THE YEAR—*cont.*

Nature of expenditure.	Expenditure during the year.	Expenditure to end of the year.
68. Construction of Irrigation, Navigation, Embankment and Drainage Works <i>—cont.</i>	RS.	RS.
A. IRRIGATION WORKS—<i>cont.</i>		
(2) Unproductive.		
1 Kurnool-Cuddapah Canal .. ..	..	2,33,13,676
2 Barur Tank .. .. .	..	4,28,228
3 Vallur Anicut .. .. .	..	74,366
4 Madras Water-Supply and Irrigation System .. .. .	..	16,28,864
5 Pelandorai Anicut System .. ..	..	6,43,302
6 Palar Anicut System	469	23,71,791
7 Muniyeru System .. .. .	..	5,79,336
8 Dondapad Tank .. .. .	..	1,24,786
9 Yerur Tank .. .. .	..	61,741
10 Sagileru Tank .. .. .	..	4,47,108
11 Atmakur Tank .. .. .	..	1,11,959
12 Jangamaheswarapuram Tank .. ..	..	61,253
13 Anamasamudram-Beraperu Tank .. ..	..	71,687
14 Hajipuram Tank .. .. .	..	2,78,774
15 Ponnalur Tank .. .. .	..	1,92,975
16 Markapur Tank .. .. .	..	1,24,481
17 Nagavalli River System	364	17,22,158
18 Venkatapuram Tank .. .. .	..	3,72,250
19 Bhavanasi Tank .. .. .	..	2,54,395
20 Yellanur Tank .. .. .	..	2,39,192
21 Panchapatti Reservoir .. .. .	..	3,27,781
22 Siddapur Tank .. .. .	..	7,91,038
23 Nagavaram Anicut and Supply Channel .. .. .	..	1,07,295
24 Mopad Reservoir System .. .. .	..	21,94,146
25 Kanniyampalayam Anicut .. .. .	..	1,07,221
26 Thippayapalem Project	2,069	5,72,106
27 Basavannah Channel .. .. .	..	5,83,202
28 Duvvaleru Project	53,577	1,22,707
Total—A. Irrigation—(2) Unproductive.	56,479	3,79,07,818
Total—A. Irrigation Works ..	3,35,814	18,73,25,327

No. 6.—STATEMENT OF CAPITAL EXPENDITURE OUTSIDE
THE REVENUE ACCOUNT DURING AND TO END OF
THE YEAR—*cont.*

Nature of expenditure.	Expenditure during the year.	Expenditure to end of the year.
68. Construction of Irrigation, Navigation, Embankment and Drainage Works — <i>cont.</i>	RS.	RS.
B. NAVIGATION, ETC., WORKS.		
(2) Unproductive.		
1 Vedaranyam Canal .. .. .	..	1,32,659
2 Buckingham Canal	770	85,95,315
Total—B. Navigation, etc.—(2) Unproductive Works	770	87,28,014
Total—Construction of Irrigation, etc., Works	3,36,584	19,60,53,341
Special accelerated and widespread programme of improvements to Minor Irrigation Works classed under “68. Irrigation—(2) Unproductive” ..	297	49,61,949
Total—Irrigation, etc., Works ..	3,36,881	20,10,15,290
<i>Deduct—</i>		
1 Amount met out of Revenue ..	— 61,954	— 2,76,71,884
2 Amount financed from Famine Relief Fund .. . . .	..	— 70,890
Net amount outside the Revenue Account.	2,74,927	17,32,72,516
72. Capital Outlay on Industrial Development.		
1 Cinchona Plantations	45,292	14,02,846
2 Kerala Soap Institute .. .. .	..	1,18,396
3 Industrial Engineering Workshops ..	..	43,030
Total ..	45,292	15,64,272

No. 6.—STATEMENT OF CAPITAL EXPENDITURE OUTSIDE
THE REVENUE ACCOUNT DURING AND TO END OF
THE YEAR—*cont.*

Nature of expenditure.	Expenditure during the year.	Expenditure to end of the year.
	RS.	RS.
81. Capital Account of Civil Works outside the Revenue Account.	10,82,026	1,26,44,587
81-A. Capital Outlay on Electricity Schemes.		
<i>Pykara Hydro-Electric Project.</i>		
1 Pykara Hydro-Electric Scheme ..	1,46,207	1,25,83,615
2 Distribution of Power in Pykara System	8,80,133	60,14,545
3 Palghat Electric Supply Scheme ..	..	1,21,160
4 Supply of Electric Power to Devar- shola .. .. .	..	66,475
5 Supply of Electric Power to Firth Hall Tea Factory .. .. .	..	6,105
6 Mukurti Dam .. .. .	..	14,95,150
7 Supply of Electric Power to Madura.	42,726	32,02,188
8 Additional Generating Machinery at Pykara	1,48,610	41,07,337
9 Virudunagar-Rajapalaiyam Exten- sions	3,419	8,96,767
10 Supply of Power to Kovilpatti ..	— 3,039	5,08,996
11 Supply of Electric Power to Periya- kulam, Theni and Bodinayakkanvr.	19,701	2,24,779
12 Supply of Electric Power to Gobichetti- palaiyam and five other villages ..	15,141	1,80,214
13 Supply of Electric Power to Ramnad district	— 8,873	4,06,056
<i>Total—Pykara Hydro-Electric Project ..</i>	12,44,025	2,98,13,387
<i>Mettur Hydro-Electric Project.</i>		
14 Mettur-Erode-Salem Electric Supply Scheme .. .. .	..	4,85,658
15 Erode-Trichinopoly Extensions ..	3,128	11,85,532
16 Mettur Main Scheme	1,80,790	1,05,75,975
17 Karur Electric Supply Scheme ..	..	79,567
18 Trichinopoly-Negapatam Extensions.	— 26,915	21,74,558
19 Supply of Electric Power to Komara- palaiyam .. .. .	..	26,303
20 Supply of Power to Rasipuram ..	..	72,754

No. 6.—STATEMENT OF CAPITAL EXPENDITURE OUTSIDE
THE REVENUE ACCOUNT DURING AND TO END OF
THE YEAR—*cont.*

Nature of expenditure.	Expenditure during the year.	Expenditure to end of the year.
81-A. Capital Outlay on Electricity Schemes—<i>cont.</i>	RS.	RS.
<i>Mettur Hydro-Electric Project— cont.</i>		
21 Extension of Mettur Electric Power to Ranipet, Kaveripakkam and Conjeeveram	— 3,053	3,63,264
22 Distribution of Power in Mettur System	5,41,176	36,44,203
23 Supply of Power to Arkonam	— 678	1,88,971
24 Supply of Electric Power to Pakala and Tirupati	2,004	2,14,637
25 Fourth Generating Unit at Mettur ..	66,533	69,591
<i>Total—Mettur Hydro-Electric Project ..</i>	7,62,985	1,90,81,013
<i>Papanasam Hydro-Thermal Project.</i>		
26 Papanasam Hydro-Thermal Project.	29,58,972	63,60,748
27 Distribution of Power in Papanasam Project	77,698	1,52,444
<i>Total—Papanasam Hydro-Thermal Project</i>	30,36,670	65,13,192
<i>Vizagapatam Thermal Station.</i>		
28 Vizagapatam Thermal Station ..	— 3,927	17,21,976
29 Supply of Electric Power to Bobbili.	1,588	1,02,105
30 Distribution of Power in Vizianagram	937	1,55,336
31 Distribution of Power in Vizagapatam Thermal Area	43,399	1,28,065
32 Third Generating Set at Vizagapatam.	1,726	1,726
<i>Total—Vizagapatam Thermal Station ..</i>	43,723	21,09,208
<i>Bezwada Thermal Station.</i>		
33 Bezwada Thermal Station	12,917	18,81,735
34 Extension to Tenali	— 8,603	2,01,222
35 Distribution of Power in Bezwada Thermal Area	1,12,181	2,91,685
36 Third Generating Set at Bezwada ..	18,230	18,230
<i>Total—Bezwada Thermal Station ..</i>	1,34,725	23,92,872

No. 6.—STATEMENT OF CAPITAL EXPENDITURE OUTSIDE
THE REVENUE ACCOUNT DURING AND TO END OF
THE YEAR—*cont.*

Nature of expenditure.	Expenditure during the year.	Expenditure to end of the year.
81-A Capital Outlay on Electricity Schemes—<i>cont.</i>	RS.	RS.
<i>Cocanada Thermal Station.</i>		
37 Cocanada Thermal Station	1,94,216	3,18,259
38 Distribution of Power in Cocanada Thermal Area	2,44,452	2,44,452
<i>Total—Cocanada Thermal Station ..</i>	4,38,668	5,62,711
<i>Total—Capital Outlay on Electricity Schemes</i>	56,60,796	6,04,72,383
<i>Deduct—Amount met out of Revenue.</i>	— 13,50,000	— 15,97,367
Net amount outside the Revenue Account.	43,10,796	5,88,75,016
83. Payments of Commuted Value of Pensions	— 2,01,772	..
Grand Total ..	55,11,269	24,63,56,391

B.—DEBT, DEPOSIT AND REMITTANCE ACCOUNTS.**I.—REPORT.****INTRODUCTORY.**

1. Disbursements under debt, deposit and remittance heads, although involving temporary appropriations of Government funds, are not ordinarily regarded as expenditure within the meaning of sections 79 and 80 of the Government of India Act, 1935, and, except in a few specified cases, are not included in the schedule of authorized expenditure authenticated under section 80. It is, however, obviously essential to maintain a complete and progressive record of the debt, deposit, advance, suspense and remittance transactions as they cannot be ignored when considering the financial position of Government. The management of various receipts and disbursements under these heads constitutes a vital part of the machinery of financial administration. That record is found in this part of the report and its object is, in the first place, to give a complete enumeration of balances under debt, deposit and remittance heads and, in the second place, to review the current state of the accounts under each head.

2. Except where stated otherwise, the balances in this part of the report under each head have been duly verified and found to agree with those shown in the separate registers or other records maintained in the Account Office for the purpose in accordance with the prescribed rules, and have also been accepted as correct by the responsible officers concerned where necessary; and the debits and credits during the year to the various reserve funds and deposit accounts of grants, etc., were for amounts authorized by the relevant Acts or rules of the funds or accounts, and there were no diversions for purposes other than those for which the funds were constituted or the grants were made.

REVIEW OF BALANCES.

3. The following is the general statement of balances of the Government of Madras on the 31st March 1941 :—

(All figures are in unit of Rupees.)

Debit balance.	Section of the General Account.	Name of Account.	Page.	Credit balance.
(1)	(2)	(3)	(4)	(5)
RS.				RS.
13,38,12,066	A to M ..	Government	94	..
	N	Public Debt	95	12,52,61,631
	O	Unfunded Debt	97	4,23,53,507
	P	Deposits and Advances—		
		(i) Deposits bearing interest—		
		Gross balance ..	100	3,02,945
		(ii) Deposits not bearing interest—		
		Gross balance ..	100	6,17,60,136
88,07,714	..	Investments ..	100-101	..
8,21,016	..	(iii) Advances not bearing Interest	110	..
		(iv) Suspense—		
		Investments ..	113	..
2,94,48,093	..	Other items (net) ..	113	6,41,160
5,31,96,677	R	Loans and Advances by Provincial Governments.	114	..
	S	Remittances—		
		I. Remittances within India (net)	119	11,39,427
53,73,243	V	(Closing) Cash balance ..	121	..
23,14,58,809		Total ..		23,14,58,809

4. It must be clearly understood that the balances of accounts shown in the statement above are not, and cannot be, regarded as a complete record of the state of affairs or the net financial position of the Government of Madras as it is not possible to take into account all the various physical assets of the province such as land, buildings, communications, etc., for which complete statistics are not available and the exact value of which is difficult to estimate. This statement shows the balances of those accounts only for which separate running accounts are kept within the Government books.

The balances above are reviewed in detail in the following paragraphs :—

SECTIONS A TO M.—GOVERNMENT ACCOUNT.

Dr. Rs. 13,38,12,066

5. This is the general closing head in the ledger. Under the system of book-keeping followed in Indian Government Accounts, all balances which are not carried forward from year to year are closed to this head. It is also used as an adjusting head for the purpose of counterbalancing entries which have been included

elsewhere in the accounts. The balance under this head, therefore, represents the cumulative results of revenue, capital and other transactions in respect of which no separate progressive balanced accounts are kept. The account for the year is given in the following table :—

Dr.	Details.	Cr.
RS.		RS.
13,37,25,237	A.—Opening Balance .. .. .	..
17,54,74,793	B.—Revenue Receipts for 1940-41	18,07,50,479
55,11,269	C.—Expenditure on Revenue Account for 1940-41.	..
	D.—Capital Expenditure outside the Revenue Account for 1940-41.	..
	E.—Miscellaneous	1,48,754
	F.—Closing Balance, Dr.	13,38,12,066
31,47,11,299		31,47,11,299

6. The following are the details of the sum of Rs. 1,48,754 shown against " E.—Miscellaneous " :—

	Dr.	Cr.
	RS.	RS.
(i) Adjustments in connection with Reduction or Avoidance of Debt .. .. .	..	6,12,985
(ii) Adjustments in connection with the discharge of loans through the operation of Sinking Funds.	12,33,534	7,69,300
(iii) Miscellaneous writes-off, being mainly the net result of irreconcilable differences in balanced heads transferred to this head under special sanction .. .. .	..	3
Total ..	12,33,534	13,82,288
Net Credit	Rs. 1,48,754	38,370

SECTION N.—PUBLIC DEBT Cr. Rs. 12,52,61,634

7. The term " Public Debt " as used in this report is confined to regular loans raised from the public or taken from the Central Government and does not cover other obligations (whether bearing interest or not), such as Special Loans, State Provident Funds, Depreciation Reserve and other Funds, which are dealt with in Sections O and P of this report. A comparative statement, showing the aggregate gross capital liabilities of the Government of Madras on the 31st March 1941 and the capital and other disbursements which are treated as a set-off against these liabilities, will be found in Statement No. 2 of this part of the report.

“Public Debt” is ordinarily divided into three categories, namely, (a) “Permanent Debt,” (b) “Floating Debt” and (c) “Loans from the Central Government.” The term “Permanent Debt” covers such of the loans borrowed by Government in the open market as are intended to have, at the time when they are raised, a currency of more than twelve months. The term “Floating Debt” is applied to borrowings of a purely temporary nature, such as treasury bills or ways and means advances from the Reserve Bank of India, which are to be repaid within twelve months. These balances, which represent the nominal value of outstanding debt on 31st March 1941, as distinct from the cash proceeds in respect of the outstanding loans, are reviewed in the following paragraphs. Loans granted by the Central Government to the Government of Madras under section 163 (2) of the Government of India Act, 1935, are recorded under the head “Loans from the Central Government.” The balance of the liabilities of the Government of Madras to the Provincial Loans Fund on 31st March 1937, which was left after all the adjustments had been made under the scheme for decentralization of the balances and the cancellation and consolidation of debt on the introduction of Provincial Autonomy, was transferred to this head on 1st April 1937.

The following are the details of the balances under “Public Debt” :—

	Cr. RS.
Permanent Debt	5,20,28,200
Loans from the Central Government	7,32,33,434
Total ..	12,52,61,634

Permanent Debt Cr. Rs. 5,20,28,200

8. The statement below gives a detailed account of the loans so far raised by Government in the open market :—

(In thousands.)

Description of loan.	Rate of interest.	Amount subscribed.	Opening balance on 1st April 1940.	Face value of bonds purchased out of Sinking Funds and cancelled during the year.	Debt discharged during the year.	Balance of loan outstanding on 31st March 1941.
(1)	(2)	(3)	(4)	(5)	(6)	(7)
1. Madras Government Loan of 1952.	3 per cent.	2,33,54*	1,59,47	2,97	..	2,26,01*
2. Madras Government Loan of 1953.	3 per cent.	1,51,29	1,48,99	2,34	..	1,46,65
3. Madras Government Loan of 1959.	3 per cent.	1,50,00	1,50,00	2,38	..	1,47,62
Total ..		5,34,83	4,58,46	7,69	..	5,20,28

* Includes 69,51 additions during the year.

The three loans above were raised by the Madras Government for financing Electricity Schemes, Productive Irrigation Works and grant of advances to local bodies, agriculturists, etc. The first loan was raised in two issues in 1937-38 and 1940-41, the second in 1938-39 and the third in 1939-40. They are repayable at par on 1st September 1952, 15th September 1953 and 21st June 1959, respectively. The Government of Madras provides, in each financial year of the currency of the loan, a sum equal to $1\frac{1}{2}$ per cent of the total nominal amount of the loan to be used for purchasing the securities of the loan for cancellation. The Government also makes such annual contributions to a sinking fund to provide for the amortization of its open market loans as it may from time to time decide to be necessary. In respect of the amounts utilized for relending to local bodies, agriculturists, etc., the Government has decided that they should be amortized by annual contribution beginning with the financial year after that in which each loan is issued and continuing throughout the period of currency of the open market loan from the recoveries realized from the local bodies, etc. The contribution is calculated on a sinking fund basis, with a rate of betterment equal to the nominal rate of interest on the open market loan.

The loans have been utilized for the purposes for which they were taken and the balance agrees with the balance in the books of the Public Debt Office, Madras.

Loans from the Central Government .. Cr. Rs. 7,32,33,434

9. The balance under the head "Loans from the Central Government" outstanding on 31st March 1941 was Rs. 7,32,33,434. The debt is repayable over a period of 45 years commencing from 1937-38 in the form of half-yearly equated instalments (each instalment being fixed at Rs. 19,64,627) of principal and interest payable on the 15th September and 15th March of each year. The Government of Madras is, however, subject to certain conditions, authorized to redeem, on a date not earlier than the 1st April 1945 and not later than the 15th October 1946 to be fixed by the Governor General in Council, any part not exceeding one-half of the principal of the debt outstanding on the 31st March 1945 and further, on a date not earlier than the 1st April 1960 and not later than the 15th September 1961 also to be fixed by the Governor General in Council, the whole or any part of the remainder of the principal of the debt. The instalments were duly paid to the Central Government during the year 1940-41.

SECTION O.—UNFUNDED DEBT .. Cr. Rs. 4,23,53,507

10. The term "Unfunded Debt" is used to describe a number of interest-bearing obligations of Government in respect of funds

deposited with it for various purposes. The principal classes of these obligations are—

	RS.
Special Loans	2,52,148
State Provident Funds	4,21,01,359
Total ..	<u>4,23,53,507</u>

Special Loans Cr. Rs. 2,52,148

11. Under this head is recorded a number of interest-bearing obligations, mostly of a permanent character, of which the following are the details :—

	RS.
8 per cent Perpetual Loans	1,33,000
6 per cent Perpetual Loans	10,500
Endowments for Charitable and Educational Institutions.	1,08,648
Total ..	<u>2,52,148</u>

Perpetual Loans Cr. Rs. 1,43,500

12. These are deposits made by private persons with the Government of Madras and accepted by that Government as perpetual loans. The interest is paid to the legal representatives and assigns of the original depositors for the maintenance of choultries at certain places. The details of these loans are as shown below :—

- (1) Four bonds for Rs. 1,33,000 at 8 per cent interest issued between the years 1796 and 1807.
- (2) Two bonds for Rs. 10,500 at 6 per cent interest issued in the years 1795 and 1817.

Endowments for Charitable and Educational Institutions Cr. Rs. 1,08,648

13. These are endowments for charitable purposes accepted by the Madras Government from private persons in the past. The following are the details :—

- (1) A perpetual agreement between Kolla Singanna Chetti and the Madras Government in 1817 that in respect of a sum of Rs. 41,770 paid by the former, the Government would pay interest at 6 per cent for the maintenance of certain choultries.
- (2) A perpetual agreement between the trustees of the Native Infirmary (now Rayapuram Hospital) and the Madras Government that, in respect of a sum of Rs. 66,878 representing the endowment of the institution paid over to the Government, interest at 4 per cent would be paid to the trustees. The interest is now credited to Government under the head "Medical."

These loans are practically fixed and do not therefore require annual verification.

State Provident Funds Cr. Rs. 4,21,01,359

14. These are funds established for the benefit of Government servants, contributions to which are, in certain cases, compulsory. Government pays interest on the sums deposited and, in some cases where the funds in effect represent substitutes for pensions, supplements the deposits by contributions. The accumulated deposits are paid to the depositors on the termination of their service with Government. Temporary withdrawals are, however, permitted in the interval in certain circumstances. The details of these funds are as shown in the following table :—

	RS.
General Provident Fund	3,77,61,155
Indian Civil Service Provident Fund	26,69,162
Indian Civil Service (Non-European Members) Provident Fund	4,39,608
Contributory Provident Fund (Madras)	12,31,434
Total	4,21,01,359

The amounts at credit of the subscribers on 31st March 1941 have been communicated to them.

General Provident Fund Cr. Rs. 3,77,61,155

15. Subscribers to this Fund include permanent Government servants in superior service except those who have been required or permitted to subscribe to a Contributory Provident Fund. They exclude members of the Indian Civil Service. Government servants in temporary superior service are also permitted to join this Fund on certain conditions. The ledger balance of this Fund on 31st March 1941 on the books of the Account Office has been compared with the sum total of the balances of the personal accounts of the subscribers to the Fund. This has disclosed a net difference of Rs. 4,018 of which an amount of Rs. 9 relates to 1939-40 and the balance of Rs. 4,009 to 1940-41. An amount of Rs. 14 relating to 1939-40 and Rs. 1,277 relating to 1940-41 have been adjusted in 1941-42.

Indian Civil Service Provident Fund .. Cr. Rs. 26,69,162

16. The balance under this head represents deductions made from the salaries of members of the Indian Civil Service which are funded for the benefit of the officers concerned. The balance has been verified and a difference of Rs. 15 noticed has been adjusted in 1941-42.

Indian Civil Service (Non-European Members) Provident Fund Cr. Rs. 4,39,608

17. This Fund was established on 1st January 1931. It is open only to Non-European Members of the Indian Civil Service selected for appointment after that date.

Contributory Provident Fund (Madras) .. Cr. Rs. 12,31,434

18. This Fund which is administered by the Madras Government was started for the benefit of certain non-pensionable Government servants under the control of that Government. The balance has been verified and a difference of Rs. 782 noticed has been adjusted in 1941-42.

SECTION P.—DEPOSITS AND ADVANCES { Dr. Rs. 3,86,98,153
Cr. Rs. 6,23,25,571

19. The balances under the section relate to the following four main parts, namely :—

	Dr. RS.	Cr. RS.
(1) Deposits bearing interest ..	..	3,02,945
(2) Deposits not bearing interest	88,07,714	6,17,60,136
(3) Advances not bearing interest	8,21,016	..
(4) Suspense	2,90,69,423	2,62,490
Total ..	3,86,98,153	6,23,25,571

Deposits bearing interest—

Reserve Funds Cr. Rs. 3,02,945

20. Transactions relating to the Depreciation Reserve Fund deposited with the Government in respect of commercial undertakings are recorded in the accounts in this part.

The credit balance represents the balances of Depreciation Reserve of the following Government Commercial undertakings deposited with Government :—

	RS.
Kerala Soap Institute	98,769
Cinchona Plantations	1,36,390
Industrial Engineering Workshops	67,786
Total ..	3,02,945

An account of the transactions for 1940-41 relating to this head will be found in item No. I of Statement No. 4.

Deposits not bearing interest { Cr. Rs. 6,17,60,136
Dr. Rs. 88,07,714

21. This part consists of three main divisions, namely :—

	Cr. RS.	Dr. RS.
(1) Sinking Funds	15,50,705	..
(2) Reserve Funds	1,93,84,456	88,07,714
(3) Other Deposit Accounts	4,08,24,975	..
Total ..	6,17,60,136	88,07,714

Sinking Funds Cr. Rs. 15,50,705

22. The credit balance under this head represents amounts available in the funds created by the Government of Madras to provide against the depreciation of its open market loans and for their redemption at the time of the maturity of the loans. The funds are credited with $1\frac{1}{2}$ per cent of the nominal value of each loan during the currency of the loan and such other amounts as may be set apart each year by Government and are debited with the charges connected with the redemption of debt by purchase and cancellation of securities or by direct discharge. An account of the transactions relating to this head will be found in item No. II of Statement No. 4.

Reserve Funds { Cr. Rs. 1,93,84,456
Dr. Rs. 88,07,714

23. These are funds created out of revenue and held in the Government balances on behalf of various departments. The following are the details :—

	Cr.	Dr.
	RS.	RS.
Famine Relief Fund	66,49,884	..
Famine Relief Fund—Investment Account .. .. .	..	62,57,147
Fund for the development of Rural Water-supply	17,48,027	..
Revenue Reserve Fund	58,50,000	..
Depreciation Reserve Fund—Electricity—		
Pykara Hydro-Electric System.	22,72,343	..
Mettur Hydro-Electric System.	3,59,747	..
Depreciation Reserve Fund—Electricity—Investment Account—		
Pykara Hydro-Electric System.	..	15,77,744
Mettur Hydro-Electric System.	..	2,47,880
Special Reserve Fund—Electricity—		
Pykara Hydro-Electric System ..	8,81,760	..
Mettur Hydro-Electric System ..	1,44,530	..
Special Reserve Fund—Electricity—Investment Account—		
Pykara Hydro-Electric System.	..	6,25,832
Mettur Hydro-Electric System.	..	99,111
Depreciation Reserve Fund—Government Presses	14,78,165	..
Total ..	1,93,84,456	88,07,714

FAMINE RELIEF FUND Cr. Rs. 66,49,884

FAMINE RELIEF FUND—INVESTMENT ACCOUNT. Dr. Rs. 62,57,147

24. The Madras Famine Relief Fund in its present form was set up under the Madras Famine Relief Fund Act, 1936, which came into force with effect from 8th October 1936.

According to the Act as amended by the Amendment Act of 1938, the assets of the fund consist of the securities of the Government of India purchased from the balance at the credit of the old Fund and the contribution from the revenues of the Province under the provisions of the Madras Famine Relief Fund Act, 1936, including securities of the Central Government or of the Government of Madras in which the balances not immediately required may be invested. Interest accruing from time to time on the investments is also credited to the fund. The Act provides that the securities belonging to the fund should be valued at their market price on the 31st March of each year. Should the valuation in any year show that the balance in the Fund at the end of such year falls short of sixty lakhs of rupees, the deficiency has to be made up from the revenues of the Province, provided that if the deficiency exceeds five lakhs of rupees, it may be made up in annual instalments, the amount of each instalment except the last being not less than five lakhs of rupees. The balance in the fund may be expended only on relief of serious famine and distress caused by serious drought, flood or other natural calamities. If, however, the balance exceeds Rs. 40 lakhs, the excess may be utilized to meet expenditure on protective irrigation works and other works for the prevention of famine.

The account of the Fund for 1940-41 will be found in item No. III of Statement No. 4. The balance at the credit of the Fund on 31st March 1941 consisted of Rs. 3,92,737 in cash and Rs. 62,57,147 invested in securities of the Government of India. The face value of the securities held at credit of the Fund on 31st March 1941 amounted to Rs. 60,17,400 and the market value to Rs. 60,81,186. The value of the securities has been certified as correct by the Government of Madras after verification in consultation with the Reserve Bank of India, Madras. The provisions of the Madras Famine Relief Fund Act have been complied with.

FUND FOR THE DEVELOPMENT OF RURAL

WATER-SUPPLY Cr. Rs. 17,48,027

25. The Fund was constituted during 1937-38 in order to secure that the programme for execution within a period of ten years of a comprehensive scheme of protected water-supply for household purposes in the rural areas of the province is not held up for want of funds. The fund receives contributions from the revenues of the province and from local bodies from time to time. The expenditure incurred on the scheme is debited to "39. Public Health," a corresponding amount being transferred from the fund at the same time and adjusted in reduction of expenditure under the head "39."

An account of the Fund for the year is given in item IV of Statement No. 4.

REVENUE RESERVE FUND Cr. Rs. 58,50,000

26. The Fund was created during the year and was credited with the surplus yield of certain commercial taxes after meeting the cost of their collection and the loss of revenue due to prohibition. An account of the Fund for the year is given in item V of Statement No. 4.

	Cr. RS.	Dr. RS.
DEPRECIATION RESERVE FUND—ELECTRICITY—		
Pykara Hydro-Electric System ..	22,72,343	..
Mettur Hydro-Electric System ..	3,59,747	..
DEPRECIATION RESERVE FUND—ELECTRICITY—		
Investment Account—		
Pykara Hydro-Electric System ..	..	15,77,744
Mettur Hydro-Electric System ..	..	2,47,880
SPECIAL RESERVE FUND—ELECTRICITY—		
Pykara Hydro-Electric System ..	8,81,760	..
Mettur Hydro-Electric System ..	1,44,530	..
SPECIAL RESERVE FUND—ELECTRICITY—		
Investment Account—		
Pykara Hydro-Electric System ..	..	6,25,832
Mettur Hydro-Electric System ..	..	99,111

27. The balances under the heads mentioned above relate to (i) the Pykara Hydro-Electric System and (ii) the Mettur Hydro-Electric System and represent the amounts available for renewals and replacements consequent on ordinary wear and tear and for extraordinary and unforeseen renewals required from time to time. The balance at the credit of each fund is from time to time invested in the securities of the Government of Madras or of the Central Government. The interest received on the securities is taken as miscellaneous revenue of the systems. The face value of the securities has been verified and certified as correct by Government in consultation with the Reserve Bank of India, Madras. The accounts of the funds are furnished in items VI and VII of Statement No. 4.

DEPRECIATION RESERVE FUND—GOVERNMENT PRESSES Cr. Rs. 14,78,165

28. A Depreciation Reserve Fund was created for the Government Press on the introduction of a revised system of Press accounts from 1925-26. This Reserve is credited with depreciation calculated on the depreciated value of plant and machinery in use in the Press as also with the residual book value of plant and machinery disposed of during the year. Appropriations from the Reserve are made to meet the cost of replacement of the plant and machinery. The credits and debits under the head during the year under report have been shown in Account No. VIII in Statement No. 4.

Other Deposit Accounts Cr. Rs. 4,08,24,975

29. This account is subdivided as follows :—

	Cr.
	RS.
Deposits of Local Funds	1,91,47,207
Departmental and Judicial Deposits—	
Civil Deposits	2,10,61,041
Other accounts	6,16,727
Total ..	4,08,24,975

DEPOSITS OF LOCAL FUNDS Cr. Rs. 1,91,47,207

30. The details are as follows :—

	Cr.
	RS.
District Funds	94,78,995
Municipal Funds	79,50,363
Port and Marine Funds	12,53,801
Education Funds	4,23,102
Other Miscellaneous Funds	37,745
Village Panchayat Fund	3,201
Total ..	1,91,47,207

These are mostly cash balances in the current accounts of local funds and other local authorities which are permitted to use the Government treasuries as their banks. Each fund has an administrator, either a public officer or a committee. The verification of the balances consists firstly, in reconciling the figures as between the broadsheets maintained in the Account Office and the ledger, and secondly in ascertaining how far the administrator accepts the balance standing at his credit on the Government books.

As regards the first stage of verification, necessary reconciliation has been effected and differences under the following heads have been noticed :—

	RS.
District Funds	1,293
Municipal Funds	48

The differences have been adjusted in the accounts of 1941-42 except for Re. 1 under Municipal Funds relating to 1940-41 still to be reconciled.

As regards the second stage of verification, certificates of acceptance of balances are still due in 5 cases under Municipal Funds. In 24 cases, the certificates received have not been accepted pending settlement of discrepancies. Under Municipal

Funds, all the certificates relating to 1939-40 have been reconciled. In two cases, revised certificates of acceptance of balance are awaited.

CIVIL DEPOSITS Cr. Rs. 2,10,61,041

31. The transactions brought to account under this head relate mainly to sums deposited with Government in the daily course of public business by or on behalf of members of the public. The following are the details :—

	RS.
Revenue Deposits	46,50,840
Civil Courts' Deposits	94,78,637
Criminal Courts' Deposits	84,203
Personal Deposits	28,19,406
Public Works Deposits	32,81,811
Trust Interest Funds	1,21,602
Deposits for work done for public bodies or individuals	4,27,050
Indian Research Fund	56,050
Unclaimed General Provident Fund Deposits	39,285
Deposits of fees received by Government servants for work done for private bodies	2,739
Deposits on account of moneys received for the Viceroy's War Purposes Fund	92,061
Deposits on account of moneys received for Indian Red Cross Society and St. John Ambulance Association	7,208
Deposits on account of moneys received for St. Dunstan's Hostel for blinded soldiers, sailors and airmen	149
Total ..	2,10,61,041

32. There are two entirely different systems of deposit accounts. The first may be called the detailed plan, in which every receipt is treated as a separate item and every payment charged against some particular receipt. The second is the ledger plan, that is, a running account is kept of receipts and payments on some particular account (an estate, an institution, etc.). To every ledger account there is an 'Administrator,' the person authorized to pay money into the treasury or draw it out. Deposits kept on the latter plan are termed 'Personal Deposits.'

The verification of the balance on the first plan is as follows :— The receipts and payments, which are recorded in detail in deposit registers, are posted monthly by totals into a proof-sheet which provides columns for recording the repayments of deposits credited in the same year and in each of the three preceding years. At the end of the year, balances are struck upon the proof-sheet separately

for the different districts for each of the four years. The balance of the first year is usually written off the deposit account, as all balances unclaimed for more than three complete account years are ordinarily credited to Government. The aggregate balance on the proof-sheet is then agreed with the balance on the general books of the class of deposits concerned and finally reconciled with the *plus* and *minus* memoranda received from treasuries or, where necessary, with the accounts received from civil and criminal courts. The verification of the ledger form of deposit accounts consists mainly in agreeing the balance with that claimed by the administrator.

Revenue Deposits Cr. Rs. 46,50,840

33. The verification of the ledger balance with the proof-sheet has disclosed a discrepancy of Rs. 9,833 of which an amount of Rs. 3,883 has been adjusted so far in 1941-42. A sum of Rs. 345 relating to 1939-40 is under reconciliation.

Civil Courts' Deposits Cr. Rs. 94,78,637

34. The ledger balance has been verified in accordance with the prescribed rules and out of a net difference of Rs. 17,156 noticed, a net amount of Rs. 16,446 has been adjusted so far in 1941-42.

Criminal Courts' Deposits Cr. Rs. 84,203

35. A difference of Rs. 38 noticed between the ledger and the proof-sheet balances has been adjusted in 1941-42.

Personal Deposits Cr. Rs. 28,19,406

36. The verification of the ledger balance with the proof-sheet balance has disclosed a difference of Rs. 646 out of which a sum of Rs. 630 has been adjusted in 1941-42.

There were altogether 276 personal ledger accounts on the 31st March 1941 and the transactions during the year are shown below :—

	RS.
Opening balance	32,73,237
Total credits during 1940-41	2,51,17,525
	<hr/>
Total ..	2,83,90,762
	<hr/>
Total debits during 1940-41	2,55,71,356
	<hr/>
Closing balance ..	28,19,406

No account was opened except with the sanction of competent authority. All the accounts were properly operated upon during the year and there was no debit balance in any of them. Certificates of acceptance are due from the administrators in 17 cases and 16 certificates are under reconciliation.

Public Works Deposits Cr. Rs. 32,81,811

37. The ledger balance under this head has been duly verified with the aggregate of the balances shown in the accounts of Public Works Disbursing Officers.

Trust Interest Funds Cr. Rs. 1,21,602

38. The balance under this head includes interest amounting to Rs. 27,806 on the securities held in trust on account of the Sinking Funds of the loans of the Madras Corporation which remained unpaid on 31st March 1941. This has been paid to the Corporation in 1941-42. The rest of the balance represents mainly the amount at credit of Charitable Endowment Funds and other local trusts. Certificates of acceptance of balances by the administrators are awaited in 40 cases. All the certificates relating to 1939-40 have been received.

A difference of Rs. 3,003 between the ledger and broad-sheet balances noticed under this head has been adjusted in 1941-42.

*Deposits for Work done for Public Bodies
or Individuals* Cr. Rs. 4,27,050

39. These represent money received in advance from municipalities or other bodies financially independent of Government for payment of compensation for land acquired for public purposes, etc.

Indian Research Fund Cr. Rs. 56,050

40. This represents the unspent balance of the amounts credited by the Indian Research Fund Association to the Madras Government as contribution towards the prevention and cure of malaria. The grant is subject to the condition that the amount is spent on the purpose for which it is sanctioned and that the Madras Government provide an equal amount for the work.

Unclaimed General Provident Fund Deposits. Cr. Rs. 39,285

41. The balance represents the amount in the above fund remaining unclaimed for a period exceeding six months and transferred to "Deposits" at the end of the year.

*Deposits of fees received by Government Servants
for work done for Private Bodies* Cr. Rs. 2,739

42. The balance represents fees remaining unpaid to Government servants out of amounts deposited with Government in the account above.

*Deposits on account of moneys received for the
Viceroy's War Purposes Fund* Cr. Rs. 92,061

*Deposits on account of moneys received for the
Indian Red Cross Society and St. John Ambu-
lance Association* Cr. Rs. 7,208

*Deposits on account of moneys received for
St. Dunstan's Hostel for blinded soldiers,
sailors and airmen* Cr. Rs. 149

43. These accounts were opened for depositing contributions received for the purposes detailed above, at places where there are no branches, sub-branches, or treasury pay offices of the Imperial Bank of India.

OTHER ACCOUNTS Cr. Rs. 6,16,727

44. The balance under this head comprises the amounts standing at the credit of certain funds accumulated from grants made by the Central Government and contributions made by outside agencies for expenditure on specific and well-defined objects.

The following are the details of the balance :—

	Cr. RS.
Subventions from Central Road Fund	4,14,522
Deposit Account of Grants for the Economic Development and Improvement of Rural Areas	1,32,318
Deposit Account of the Grant made by the Indian Central Cotton Committee	1,251
Deposit Account of the Grant made by the Imperial Council of Agricultural Research ..	12,088
Deposit Account of Grant from the Central Government for the development of Sericultural Industry	2,586
Deposit Account of Grants from the Central Government for the development of Hand- loom Industries	44,416
Deposit Account of Contributions for Cattle Improvement	1,205
Deposit Account of the Grant from the Sugar Excise Fund	8,341
Total ..	6,16,727

Subventions from Central Road Fund Cr. Rs. 4,14,522

45. This head records subventions made from the Central Road Development Fund to Provincial Governments for expenditure on schemes of road development approved by the Central Government with the advice of the Standing Committee on Roads, and is

debited with expenditure met from these grants. The balance under this head represents the unspent amount out of the allotments from the Central Road Fund to the end of 1940-41.

Deposit Account of Grants for the Economic

Development and Improvement of Rural Areas. Cr. Rs. 1,32,318

46. This head records the transactions connected with the grants made by the Central Government to Provincial Governments commencing from the year 1935-36, for economic development and improvement of rural areas. It also includes contributions from the local bodies and villagers and from the Rockefeller Foundation towards meeting a portion of the cost for a Rural Uplift Scheme (Poonamallee Health Unit Scheme).

The grants are utilized on schemes of rural development falling under certain categories approved by the Central Government.

The balance under this head represents the unspent amount of these grants on 31st March 1941.

Deposit Account of the Grant made by the

Indian Central Cotton Committee Cr. Rs. 1,251

Deposit Account of the Grant made by the

Imperial Council of Agricultural Research .. Cr. Rs. 12,088

47. These heads record the transactions relating to the grants made to Provincial Governments by the Indian Central Cotton Committee and the Imperial Council of Agricultural Research for furtherance of agricultural schemes and other allied objects.

Deposit Account of Grant from the Central Government for the Development of Sericultural Industry Cr. Rs. 2,586

Deposit Account of Grants from the Central Government for the Development of Handloom Industries Cr. Rs. 44,416

48. The balances under these heads represent the unspent amounts of the grants made by the Central Government for the purposes mentioned above.

Deposit Account of Contributions for Cattle

Improvement Cr. Rs. 1,205

49. This head records the transactions connected with donations received by officers of the Revenue Department from institutions and individuals towards the purchase and maintenance of breeding bulls. Certificate of acceptance of balance is due in one case. In four cases the certificates of acceptance of balances are under reconciliation.

Deposit Account of the Grant from the Sugar

Excise Fund *Cr. Rs.* 8,341

50. The head records transactions connected with the grants made by the Central Government for the scheme of assisting the cultivators of sugarcane in securing fair prices for their canes. Grants from the Fund are made only for schemes approved by the Central Government.

ADVANCES NOT BEARING INTEREST .. **Dr. Rs. 8,21,016**

51. The classes of transactions included under this group are the following :—

	Dr.
	RS.
Advances Repayable	5,94,538
Permanent Advances, Civil	2,18,814
Accounts with the Reserve Bank	7,664
	<hr/>
Total ..	8,21,016

Advances Repayable **Dr. Rs. 5,94,538**

52. The balance relates to (i) various special accounts of large advances or of recurring outlay which are recoverable from different sources and (ii) a number of petty miscellaneous advances arising in the course of business and recoverable within a short time. The former are usually watched by separate accounts working up to the ledger; the latter are recorded in detail and recoveries watched in the "Objection Books," but only pass as a single account upon the ledger. In the latter case the ledger balance has to be agreed with the aggregate of the details upon the "Objection Books," and in the former similar reconciliation is necessary in those cases in which different classes of transactions are included in the same account. The balances outstanding under this head comprise mostly balances of payments made to officers of the Madras Government.

The details of the balance are given below :—

	Dr.
	RS.
Civil Advances—	
Objection Book Advances	1,38,054
Advances to Junior Civilians	7,000
Cinchona Advances	290
Advances of Medical Department	1,811
Advances of Public Health Department	172
Advances for remittance of treasure	253
Special Advances	72,903
Forest Advances	7,899
Revenue Advances—	
Advances for survey operations	3,66,156
	<hr/>
Total ..	5,94,538

Objection Book Advances *Dr. Rs. 1,38,054*

53. The ledger balance under this head is agreed with the broadsheets maintained in the Account Office and, therefore, with the aggregate of the items recorded as outstanding in the Objection Books. A difference of Rs. 2,790 has been noticed between the ledger balance and the broadsheets. Out of this difference an amount of Rs. 2,105 has been adjusted leaving a balance of Rs. 685 consisting of Rs. 398 relating to years prior to 1939-40, Rs. 129 relating to 1939-40 and Rs. 158 relating to 1940-41, still to be reconciled. A sum of Rs. 1,29,915 relating to the balance outstanding on 31st March 1941 has been recovered so far in 1941-42.

Advances to Junior Civilians *Dr. Rs. 7,000*

54. The balance has been agreed with the broadsheet maintained in the Account Office. Recoveries are being made regularly.

Cinchona Advances *Dr. Rs. 290*

55. The amount represents balance of advance outstanding at the close of the year with subordinate disbursing officers in the account above.

Advances of Medical Department *Dr. Rs. 1,811*

56. The debit balance represents the cost of X-Ray films purchased by the Surgeon-General and supplied to certain non-Government medical institutions. The amount has been recovered during 1941-42.

Advances of Public Health Department *Dr. Rs. 172*

57. The balance will be adjusted in the accounts of the year 1941-42.

Advances for Remittance of Treasure *Dr. Rs. 253*

58. The balance has since been recovered in 1941-42.

Special Advances *Dr. Rs. 72,903*

59. Under this head are recorded advances granted to Government officers and others under special orders of the Provincial Government. These consist of advances to hostels, advances for industrial and agricultural purposes to the inmates of settlements for criminal tribes and other miscellaneous advances. A difference of Rs. 4,234 between the broadsheet and the ledger balances has been noticed and of this an amount of Rs. 3,731 has been adjusted so far in 1941-42. Certificates of acceptance have been received in all except 21 cases. In 2 cases, the certificates received are under reconciliation. In two cases relating to 1939-40 certificates accepting the balances as reconciled are awaited.

A sum of Rs. 451 was written off during the year under report as irrecoverable.

Forest Advances *Dr. Rs. 7,899*

60. The outstanding amount represents balance of advance with subordinate disbursing officers in the above account. A difference of Rs. 315 noticed between the ledger and broadsheet balances is under reconciliation.

Advances for Survey Operations *Dr. Rs. 3,66,156*

61. The balance under this head represents the total of outstanding advances for survey expenditure recoverable from private parties or debitably finally to Government under service heads. The outstandings under this head are made up of (1) Revenue Survey Advances, Rs. 2,58,371 and (2) Cost of Survey Marks, Rs. 1,07,785. The detailed accounts of these advances are kept by Survey Officers and Collectors and the verification of the balance consists chiefly in reconciling the balances in the Treasury Accounts, which again are agreed in total with the ledger balance, with the accounts of the Administrative officers and Collectors concerned. The ledger balance has been agreed with broadsheets except for a difference of Rs. 1,330 under "Cost of Survey Marks," which is under reconciliation.

Certificates of acceptance of the departmental officers are due in 7 cases under "Revenue Survey Advances" and 14 cases under "Cost of Survey Marks." Six cases under the former head and nine cases under the latter head are under reconciliation.

Two certificates under "Revenue Survey Advances" and two under "Cost of Survey Marks" relating to 1939-40 accepting the balances as reconciled are awaited.

A sum of Rs. 29 under "Revenue Survey Advances" was written off during the year under report as irrecoverable.

Permanent Advances **Dr. Rs. 2,18,814**

62. Permanent advances are advances granted to officers of Government who have to meet certain classes of expenditure before they can place themselves in funds by drawing bills. The ledger balance has been verified with the aggregate of the advances recorded in the Permanent Advance register maintained in the Account Office and a difference of Rs. — 4,720 noticed has been adjusted in 1941-42. The balances have been acknowledged by all officers holding the advances except in one case where the certificate received is under reconciliation.

Accounts with the Reserve Bank **Dr. Rs. 7,664**

63. The receipts and payments on account of the Reserve Bank appearing in the accounts of the Government of Madras are in the first instance credited or debited to this head and the net debit or credit at the end of the month is recovered from or paid to the Bank. The balance represents the amount due from the Bank for the transactions of the last three months of the year and agrees with the broadsheet balance. The balance has been recovered from the Bank in 1941-42.

Suspense { Dr. Rs. 2,90,69,423
Cr. Rs. 2,62,490

64. The classes of transactions included under this head are the following :—

	Dr. RS.	Cr. RS.
Suspense Accounts	2,90,26,253	..
Cheques and Bills .. .. .	..	2,62,490
Departmental and Similar Accounts	43,170	..
Total ..	<u>2,90,69,423</u>	<u>2,62,490</u>

SUSPENSE ACCOUNTS DR. Rs. 2,90,26,253

65. The balance comprises the following items :—

	RS.
Suspense Accounts Cr. ..	4,21,840
Cash Balance Investment Account Dr. ..	2,94,48,093
Total Dr. ..	<u>2,90,26,253</u>

Suspense Accounts Cr. Rs. 4,21,840

66. The balance has been agreed with the special registers maintained in the Account Office.

Cash Balance Investment Account Dr. Rs. 2,94,48,093

67. This head records transactions connected with the temporary investments of cash balance in short-term loans of the Central Government. The Madras Government have accepted the correctness of the balance of securities in the account.

CHEQUES AND BILLS CR. RS. 2,62,490

68. The balance represents the total of the pre-audit cheques outstanding on the 31st March 1941. The cheques have all been cashed in 1941-42.

DEPARTMENTAL AND SIMILAR ACCOUNTS .. DR. RS. 43,170

69. The balance relates to the head "Civil Departmental Balances" and represents the total of the amounts of cash in the hands of disbursing officers of the several departments detailed below and has been agreed with the closing balances of the Departmental Accounts on 31st March 1941.

	RS.
Public Works	42,959
Forest	136
Commercial concerns	75
	<u>43,170</u>

**SECTION R.—LOANS AND ADVANCES
BY PROVINCIAL GOVERNMENTS ..**

Dr. Rs. 5,31,96,677

70. The provincial Loan Account was constituted on the 1st April 1921 to record the transactions in connexion with loans and advances granted by Provincial Governments to local bodies, cultivators, etc. The classification of the balances under this head is given in the statement below :—

	RS.
(1) Loans to Municipalities, Port Funds, etc.—	
(a) Loans to Presidency Corporations, Port Trusts and other Port Funds ..	1,24,11,786
(b) Loans to Municipalities	1,72,84,037
(c) Loans to District and other Local Fund Committees	36,66,470
(d) Loans to Landholders and other Nota- bilities	625
(e) Advances to Cultivators	1,16,42,284
(f) Advances under Special Laws ..	1,80,725
(g) Loans to Local Boards for Railway construction	9,08,675
(h) Miscellaneous Loans and Advances ..	70,57,002
Total ..	<u>5,31,51,604</u>
(2) Loans to Government Servants—	
(a) Advances for purchase of motor cars.	39,964
(b) Advances for the purchase of other conveyances	1,400
(c) Passage Advances	60
(d) Other Advances	3,649
Total ..	<u>45,073</u>
Total ..	<u>5,31,96,677</u>

Further particulars will be found in statement No. 5 of this part of the report.

Loans to Municipalities, Port Funds, etc. .. Dr. Rs. 5,31,51,604

71. The ledger balances of individual loans falling under heads (1) (a) to (d), (g) and (h) "Miscellaneous Loans and Advances" where the detailed accounts of the loans are kept in the Account Office are agreed with the outstandings due from individual debtors, as worked out from the subsidiary loan registers maintained for the purpose, and the fulfilment of the conditions of these loans is watched by the Account Office. The detailed accounts of loans under (e) and (f) and of certain loans under (h) are kept by District Officers or other Administrative authorities, who are also responsible for realizing both the principal and interest. The ledger balances

under these heads are reconciled with the aggregate of the balances worked out in the broadsheets maintained in the Account Office and the latter are verified with the administrative balances certified by district and other responsible officers.

*Loans to Presidency Corporations, Port Trusts
and Other Port Funds* *Dr. Rs. 1,24,11,786*

72. The balance is made up of loans to—

	RS.
(1) Madras Corporation	1,15,91,115
(2) Madras Port Trust	8,20,671
	<hr/>
Total ..	1,24,11,786
	<hr/>

The conditions of the loans have been fulfilled in all except two cases. Interest amounting to Rs. 6,382 from the date on which the loans were required in the applications to the actual date of disbursement was not paid in these cases on the due dates. The amount has since been recovered. A sum of Rs. 11,742, being the interest due for 1939-40, has also been recovered.

Loans to Municipalities *Dr. Rs. 1,72,84,037*

73. The conditions of the loans were fulfilled in all except in one case where penal interest was recovered. There were five cases in which the local bodies refunded Rs. 7,102 as unspent balances of loans obtained by them.

*Loans to District and other Local Fund
Committees* *Dr. Rs. 36,66,470*

74. The conditions of the loans were fulfilled in all except in one case in which penal interest was recovered.

In three cases, the local bodies refunded amounts aggregating Rs. 3,188 as unspent balances of loans obtained by them.

Loans to Landholders and other Notabilities .. *Dr. Rs. 625*

75. This amount represents the balance of the loan granted to the Uralan of Tirukaliyur during 1933-34 on the security of lease rent of the forests belonging to him.

Advances to Cultivators *Dr. Rs. 1,16,42,284*

76. This balance consists of—

	RS.
(1) Loans under the Land Improvement Loans Act and Agriculturists' Loans Act	1,14,18,969
(2) Loans under the Special Rules ..	2,23,315
Total ..	1,16,42,284

The details in respect of the balance under (1) are—

(i) Loans under the Land Improvement and Agriculturists' Loans Act ..	89,48,242
(ii) Loans under Agriculturists' Loans (Madras Amendment) Act of 1935 ..	24,70,727
Total ..	1,14,18,969

A net difference of Rs. 4 noticed between the ledger and broadsheet balances under (i) has been adjusted in 1941-42. In two cases, certificates of acceptance of balances are under reconciliation.

During the year under report, irrecoverable loans amounting to Rs. 6,359 were written off by competent authority.

The details in respect of the balance under (2) are—

	RS.
(i) Pumping installations	1,89,377
(ii) Agricultural implements	33,938
Total ..	2,23,315

The balances have been agreed with the broadsheets maintained for the purpose. In one case the certificate of acceptance of balance is under reconciliation.

Advances under Special Laws *Dr. Rs. 1,80,725*

77. The amount represents the balance of advances made under the Madras State Aid to Industries Act remaining unrecovered on the 31st March 1941.

Loans to Local Boards for Railway construction *Dr. Rs. 9,08,675*

78. The balance under this head relates to loans granted to the Tinnevely District Board for the construction of a railway.

Miscellaneous Loans and Advances *Dr. Rs. 70,57,002*

79. Details of the balance under this head are as below :—

	RS.
I. Loans to Scheduled Classes and Criminal Tribes Settlements	4,61,843
II. Loans to Co-operative Societies and Land Mortgage Banks	46,86,686
III. Loans to Chenchus for the purchase of bulls and agricultural implements ..	10,570
IV. Loans relating to the Fisheries Department	17,889
V. Advances to the Board of Commissioners for the Hindu Religious Endowments ..	2,48,238
VI. Advances to Local Bodies to cover deficits	15,67,339
VII. Loans to Market Committees ..	60,537
VIII. Loans for Educational purposes ..	3,900
	<hr/>
Total ..	70,57,002
	<hr/>

I. The amount represents the balance of loans granted to individuals or co-operative societies for the acquisition of house-sites, purchase of cattle, ploughs, etc., and other ameliorative purposes. A difference of Rs. 82 noticed between the broadsheet and ledger balances has been adjusted in 1941-42. Certificates of acceptance of balances are due in respect of 7 cases. One certificate relating to 1939-40 is under reconciliation.

A sum of Rs. 11,285 was written off during the year under report as irrecoverable.

II. A difference of Rs. 60 noticed between the broadsheet and ledger balances has been adjusted in 1941-42.

III. A difference of Rs. 32 noticed between the broadsheet and ledger balances has been adjusted in 1941-42.

VIII. A loan of Rs. 6,500 was granted to the Chairman of the Mrs. A.V.N. College Committee, Vizagapatam, to meet certain liabilities incurred in constructing new buildings for the High School Department of the College. The loan with interest at 4½ per cent. per annum is repayable in five equal instalments.

The instalment due in 1940-41 was paid after the due date and penal interest was recovered.

Loans to Government Servants Dr. Rs. 45,073

80. These amounts represent balances of temporary loans granted to Government servants, who hold a lien on one or other of the Madras Government's cadres. Detailed accounts are kept by the Account Office in respect of individual advances for watching the due recovery of the advances made.

Advances for the purchase of Motor Cars Dr. Rs. 39,964

81. A difference of Rs. 99 noticed between the ledger and the broadsheet balances has been adjusted in the accounts of the year 1941-42. Recoveries of instalments are being made regularly.

Advances for the purchase of other conveyances Dr. Rs. 1,400

82. A difference of Rs. 56 noticed between the broadsheet and ledger balances has been adjusted in 1941-42. Certificate of acceptance has not been received in one case. Recoveries of instalments are being made regularly.

Passage Advances Dr. Rs. 60

83. The balance has been agreed with the broadsheet maintained in the Account Office. Recoveries of instalments are being made regularly.

Other Advances Dr. Rs. 3,649

84. The details are as below :—

	RS.
(i) Advances for the purchase of typewriters.	1,016
(ii) Special advances sanctioned by the High Commissioner	1,115
(iii) Other Miscellaneous Advances ..	1,518
	<hr/>
Total ..	3,649
	<hr/>

A difference of Rs.35 noticed between the broadsheet and ledger balances under (i) has been adjusted in 1941-42. Recoveries are being made regularly in all cases.

SECTION S.—REMITTANCES—

I. Remittances within India	Cr. Rs. 11,56,591
	Dr. Rs. 17,164

85. This head consists of—

	Cr.	Dr.
	RS.	RS.
Cash Remittances and Adjustments between officers rendering accounts to the same Accountant-General or Comptroller ..	11,56,591	855
Remittances by bills .. .. .	..	870
Reserve Bank of India Remittances .. ..	..	14,101
Adjusting Account between Central (Non-Railways) and Provincial Governments. ..	..	5,338
Inter-Provincial Suspense Account .. ..	..	— 4,000
Total ..	11,56,591	17,164

Cash Remittances and Adjustments between officers rendering accounts to the same Accountant-General or Comptroller ..	Cr. Rs. 11,56,591
	Dr. Rs. 855

86. The following are the details :—

	Cr.	Dr.
	RS.	RS.
(1) Cash Remittances between Treasuries ..	..	850
(2) Remittances of Government Commercial Undertakings	744	..
(3) Forest Remittances	14,200	..
(4) Public Works Remittances	11,41,647	..
(5) Miscellaneous Remittances .. ..	..	5
Total ..	11,56,591	855

87. This head comprises two different kinds of transactions, one being remittance in actual cash between treasuries and departments rendering accounts to the same Account Office. Each separate remittance of this kind is watched through a remittance register. The transactions of the other class are purely book adjustments made within the accounts of the same Account Office, which are watched through separate registers maintained for the purpose.

The balances have been compared in each case with the remittance or subsidiary registers, which revealed a net difference of Rs. 1,773 under item (4) of which a sum of Rs. 1,812 has been adjusted in 1941-42 leaving a net difference of Rs. -39 to be reconciled.

Remittances by Bills **Dr. Rs. 870**

RS.

88. Remittance Transfer Receipts 870

The balance represents amount paid at treasuries in respect of Remittance Transfer Receipts drawn on them for which issue lists from originating treasuries have not been received.

The balance has been duly proved with the amounts of bills outstanding on the 31st March 1941. A difference of Rs. 1,296 noticed between the broadsheet and ledger balances has been adjusted during 1941-42.

Reserve Bank of India Remittances **Dr. Rs. 14,101**

89. A scheme was introduced by the Reserve Bank of India with effect from 1st October 1940 to standardise and extend remittance facilities throughout India and Burma. At places where the Reserve Bank has no offices of its own or is not represented by offices or branches of the Imperial Bank, the issue and payment of telegraphic transfers and drafts on Reserve Bank account is undertaken by Government treasuries and sub-treasuries as "Treasury Agencies" of the Bank. Receipts and payments taking place in treasuries on this account are accounted for under this head, and are initially carried against Government balances until cleared with the Bank through daily advices of drawings and encashments. The debits and credits booked under this head are ultimately cleared by corresponding adjustments under the head "Reserve Bank Deposits."

The outstanding is the result of a credit balance of Rs. 27,403 and a debit balance of Rs. 41,504 representing the balances of receipts and payments which could not be adjusted in the accounts of the year due to the non-receipt of the relevant documents in time from the Treasury Officers concerned. These balances have since been cleared in the year 1941-42.

Adjusting Account between Central (Non-Railways) and Provincial Governments.. **Dr. Rs. 5,338**

90. The head records transactions between the Central Government and the Government of Madras requiring settlement through the Reserve Bank of India, Calcutta. The balance represents the outstanding amount for which settlement could not be carried out in the Reserve Bank's accounts for the year 1940-41. The settlement of this balance has been carried out in the Bank's account for 1941-42.

The balance represents the net total of the adjustments made in rectification of the misclassifications in the treasury accounts for March 1941 and also in the Inward settlement and Exchange Accounts noticed after the issue of the last advice to the Reserve Bank of India.

Inter-Provincial Suspense Account Dr. Rs. — 4,000

91. The head records transactions arising in the accounts of one Province which are adjustable against the balance of another through the Reserve Bank of India, Calcutta. The balance represents the outstanding amount against the Province of Orissa for which monetary settlement could not be carried out in the Reserve Bank's accounts for the year 1940-41. The settlement of the balance has been carried out in the Bank's account for the year 1941-42.

SECTION V.—CASH BALANCE Dr. Rs. 53,73,243

92. The following are the details of the closing cash balance :—

	RS.
Cash in Treasuries	9,32,245
Deposits with the Reserve Bank	4,33,203
Remittances in Transit	40,07,795
	<hr/>
Total ..	53,73,243
	<hr/>

The treasury balances have all been agreed with those in the consolidated cash balance report for March 1941 which has been verified by the Currency Officer. The balance in deposit with the Reserve Bank agrees with that shown in the statement of balances received from the Central Accounts Office of the Reserve Bank of India, Calcutta, except for a difference of Rs. 22,981. The difference has been adjusted in the year 1941-42.

B.—DEBT, DEPOSIT AND REMITTANCE ACCOUNTS.

II—ACCOUNTS.

No. 1.—SUMMARY OF RECEIPTS AND DISBURSEMENTS BY MAJOR HEADS.

Heads of Receipts. (1)	Actuals for 1940-41. (2)	Heads of Disbursements. (3)	Actuals for 1940-41. (4)
	RS.		RS.
N.—Public Debt incurred—		N.—Public Debt discharged—	
Permanent Debt	69,51,600	Permanent Debt	7,69,300
Floating Debt	6,13,00,000	Floating Debt	6,13,00,000
Loans from the Central Government .. .. .	..	Loans from the Central Government	6,12,985
Total ..	6,82,51,600	Total ..	6,26,82,285
C.—Unfunded Debt incurred—		O.—Unfunded Debt discharged—	
State Provident Funds	72,54,964	State Provident Funds	57,79,401
Total ..	72,54,964	Total ..	57,79,401
P.—Deposits and Advances—		P.—Deposits and Advances—	
<i>Deposits bearing interest—</i>		<i>Deposits bearing interest—</i>	
Deposits of Depreciation Reserve of Government Commercial concerns.	20,330	Deposits of Depreciation Reserve of Government Commercial concerns.	6,958
<i>Deposits not bearing interest—</i>		<i>Deposits not bearing interest—</i>	
Appropriation for Reduction or Avoidance of Debt—		Appropriation for Reduction or Avoidance of Debt—	
Sinking Funds	14,42,983	Sinking Funds	7,39,046
Other Appropriations	6,12,985	Famine Relief Fund	8,520
Famine Relief Fund	2,52,294	Fund for Development of Rural Water-supply ..	4,56,802
Fund for Development of Rural Water-supply ..	10,01,076	Revenue Reserve Fund .. .. .	..
Revenue Reserve Fund	58,50,000		

Depreciation Reserve Fund—Electricity	8,27,666
Special Reserve Fund—Electricity	3,31,066
Depreciation Reserve Fund—Government Presses..	1,28,758
Deposits of Local Funds	8,26,22,153
Civil Deposits	6,30,20,418
Other Accounts	25,75,787
<i>Advances not bearing interest—</i>	
Advances Repayable	37,50,273
Permanent Advances	6,949
Accounts with the Reserve Bank	1,30,858
<i>Suspense—</i>	
Suspense Accounts	3,82,48,367
Cheques and Bills	2,97,85,749
Departmental and Similar Accounts	68,644
<i>Miscellaneous—</i>	
Miscellaneous	7,69,303
Total	23,14,45,659

R.—Loans and Advances by Provincial Governments—

Loans to Municipalities, Port Funds, etc.	97,19,151
Loans to Government Servants	65,850
Total	97,85,001

Depreciation Reserve Fund—Electricity	7,93,983
Special Reserve Fund—Electricity	3,33,641
Depreciation Reserve Fund—Government Presses.	37,733
Deposits of Local Funds	8,39,87,951
Civil Deposits.. ..	6,09,57,301
Other Accounts	24,04,103
<i>Advances not bearing interest—</i>	
Advances Repayable	37,51,976
Permanent Advances	14,651
Accounts with the Reserve Bank	99,540
<i>Suspense—</i>	
Suspense Accounts'	6,20,56,168
Cheques and Bills	3,02,85,884
Departmental and Similar Accounts	62,382
<i>Miscellaneous—</i>	
Miscellaneous	12,33,534
Total	24,72,30,173

R.—Loans and Advances by Provincial Governments—

Loans to Municipalities, Port Funds, etc.	86,55,969
Loans to Government Servants	40,007
Total	86,95,976

No. 1.—SUMMARY OF RECEIPTS AND DISBURSEMENTS BY MAJOR HEADS—*concl'd.*

Heads of Receipts. (1)	Actuals for 1940-41. (2)	Heads of Disbursements. (3)	Actuals for 1940-41. (4)
	RS.		RS.
S.—Remittances—		S.—Remittances—	
Cash remittances and adjustments between officers rendering accounts to the same Accountant-General or Comptroller.	24,80,67,878	Cash remittances and adjustments between officers rendering accounts to the same Accountant-General or Comptroller.	24,78,10,083
Remittances by Bills	52,36,639	Remittances by Bills	54,29,244
Reserve Bank of India Remittances	27,403	Reserve Bank of India Remittances	41,504
Adjusting Account between Central (Non-Railways) and Provincial Governments.	— 2,41,872	Adjusting Account between Central (Non-Railways) and Provincial Governments.	2,241
Inter-Provincial Suspense Account .. .. .	..	Inter-Provincial Suspense Account	— 4,000
Total ..	25,30,90,048	Total ..	25,32,79,072
Total Receipts under Debt, Deposit and Remittance Heads.	56,98,27,272	Total Disbursements under Debt, Deposit and Remittance Heads.	57,76,66,907
Total Revenue as per Account No. 2 of Part A ..	18,07,50,479	Total Expenditure as per Account No. 2 of Part A.	18,09,86,062
Total Receipts ..	75,05,77,751	Total Disbursements ..	75,86,52,969
V.—(Opening) Cash balance—		V.—(Closing) Cash balance—	
Cash in Treasuries	10,56,483	Cash in Treasuries	9,32,245
Deposits with the Reserve Bank	81,96,798	Deposits with the Reserve Bank	4,33,203
Remittances in Transit	41,95,180	Remittances in Transit	40,07,795
Total ..	1,34,48,461	Total ..	53,73,243
Grand Total ..	76,40,26,212	Grand Total ..	76,40,26,212

No. 2.—STATEMENT SHOWING THE CAPITAL AND OTHER EXPENDITURE (OUTSIDE THE REVENUE ACCOUNT) TO END OF THE YEAR 1940-41 AND THE PRINCIPAL SOURCES FROM WHICH FUNDS WERE PROVIDED FOR THAT EXPENDITURE.

(1)	On 31st March 1940.	On 31st March 1941.	Increase + Decrease — in the year ended 31st March 1941.
(2)	(3)	(4)	
Capital and Other Expenditure.	RS.	RS.	RS.
Commercial Departments—			
Irrigation	20,06,78,409	20,10,15,290	+ 3,36,881
Electricity Schemes	5,48,11,587	6,04,72,383	+ 56,60,796
Other Commercial Departments and undertakings.	15,18,980	15,64,272	+ 45,292
Total Commercial Departments.	25,70,08,976	26,30,51,945	+ 60,42,969
Other Departments—			
Other Accounts	1,17,64,333	1,26,44,587	+ 8,80,254
Total Other Departments ..	1,17,64,333	1,26,44,587	+ 8,80,254
Total Capital Expenditure ..	26,87,73,309	27,56,96,532	+ 69,23,223
Loans and Advances—			
Loans to Municipalities, Port Funds, etc.	5,42,14,786	5,31,51,604	— 10,63,182
Loans to Government servants.	70,916	45,073	— 25,843
Total Loans and Advances ..	5,42,85,702	5,31,96,677	— 10,89,025
Total Capital and Other Expenditure.	32,30,59,011	32,88,93,209	+ 58,34,198
Deduct—Contribution from Revenue for Capital Expenditure.	2,79,28,187	2,93,40,141	+ 14,11,954
Net Capital and Other Expenditure (outside the Revenue Account).	29,51,30,824	29,95,53,068	+ 44,22,244
Principal Sources of Funds.			
Debt—			
Permanent Debt—Nominal value.	4,58,45,900	5,20,28,200	+ 61,82,300
Loans from the Central Government.	7,38,46,419	7,32,33,434	— 6,12,985
Unfunded Debt	4,08,77,944	4,23,53,507	+ 14,75,563
Total Outstanding Debt ..	16,05,70,263	16,76,15,141	+ 70,44,878
Sinking Funds and Reserve Funds.	1,26,75,541	2,12,38,106	+ 85,62,565
Net balance under Deposits, Advances, etc., other than those shown separately.	4,00,85,085	4,06,45,119	+ 5,60,034
Remittances	13,28,451	11,39,427	— 1,89,024
Total Debt and Other Obligations.	21,46,59,340	23,06,37,793	+ 1,59,78,453
Deduct—Cash balance	1,34,48,461	53,73,243	— 80,75,218
.. —Investments	1,31,99,940	3,82,55,807	+ 2,50,55,867
Net Provision of Funds ..	18,80,10,939	18,70,08,743	— 10,02,196

No. 3.—STATEMENT OF DEBT AND OTHER INTEREST-BEARING OBLIGATIONS SHOWING THE ADDITIONS TO AND DISCHARGES OF DEBT, ETC., DURING THE YEAR AND THE AMOUNT OF DEBT, ETC., AT THE COMMENCEMENT AND CLOSE OF THE YEAR.

Description of debt.	Amount on 1st April 1940.	Additions during the year.	Discharges during the year.	Amount on 31st March 1941.
(1)	(2)	(3)	(4)	(5)
	RS.	RS.	RS.	RS.
I. Public Debt—				
(a) Permanent Debt—				
Loans bearing Interest—				
(i) Madras Government 3 per cent Loan, 1952.	1,59,46,600	69,51,600	2,97,000	2,26,01,200
(ii) Madras Government 3 per cent Loan, 1953.	1,48,99,300	..	2,34,300	1,46,65,000
(iii) Madras Government 3 per cent Loan, 1959.	1,50,00,000	..	2,38,000	1,47,62,000
(b) Floating Debt—				
Treasury Bills ..	..	3,75,00,000	3,75,00,000	..
Other Floating loans.	..	2,38,00,000	2,38,00,000	..
(c) Loan from the Central Government.	7,38,46,419	..	6,12,985	7,32,33,434
Total, Public Debt ..	11,96,92,319	6,82,51,600	6,26,82,285	12,52,61,634
II. Unfunded Debt—				
Special Loans ..	2,52,148	..	..	2,52,148
State Provident Funds—				
General Provident Fund.	3,66,44,077	66,02,296	54,85,218	3,77,61,155
Indian Civil Service Provident Fund.	24,36,942	3,95,356	1,63,136	26,69,162
Indian Civil Service (Non-European Members) Provident Fund.	3,91,992	67,373	19,757	4,39,608
Contributory Provident Fund, Madras.	11,52,785	1,89,939	1,11,290	12,31,434
Other Miscellaneous Provident Funds.	..	..	..	..
Total, Unfunded Debt.	4,08,77,944	72,54,964	57,79,401	4,23,53,507
Total, Debt and Other Interest-bearing Obligations.	16,05,70,263	7,55,06,564	6,84,61,686	16,76,15,141

No. 4.—STATEMENT SHOWING THE APPLICATION IN THE YEAR OF THE SUMS APPROPRIATED FROM REVENUE AND OTHER SOURCES, ON ACCOUNT OF THE SEVERAL FUNDS.

I.—DEPOSITS OF DEPRECIATION RESERVE OF GOVERNMENT COMMERCIAL CONCERNS.

	RS.		RS.
Balance on 31st March 1940	2,89,573	Amount expended to meet the cost of renewals and replacements.	6,958
Amount appropriated from Revenue	20,330	Balance on 31st March 1941	* 3,02,945
Total ..	<u>3,09,903</u>	Total ..	<u>3,09,903</u>

* The actual ledger balance is Rs. 3,02,944-4-3. The difference of Re. 1 is due to rounding.

II.—SINKING FUNDS.

	RS.		RS.
Balance on 31st March 1940	8,46,768	Amount expended in purchase of securities for cancellation and other payments.	(b) 7,39,046
Amount appropriated from Revenue (a)	<u>14,42,983</u>	Balance on 31st March 1941	(c) 15,50,705
Total ..	<u>22,89,751</u>	Total ..	<u>22,89,751</u>

(a) Rs. 2,46,043, Rs. 2,26,940 and Rs. 2,25,000 for the depreciation reserve fund of the Madras Government loans of 1952, 1953 and 1959 respectively and Rs. 7,45,000 towards a general Sinking Fund for open market loans of Government.

(b) 3 per cent loan of 1952, Rs. 2,88,073.
3 per cent loan of 1953, Rs. 2,27,066.
3 per cent loan of 1959, Rs. 2,23,907.

(c) The actual ledger balance is Rs. 15,50,704-6-7. The difference of Re. 1 is due to rounding.

No. 4.—STATEMENT SHOWING THE APPLICATION IN THE YEAR OF THE SUMS APPROPRIATED FROM REVENUE AND OTHER SOURCES, ON ACCOUNT OF THE SEVERAL FUNDS—*cont.*

III.—THE MADRAS FAMINE RELIEF FUND—MAIN ACCOUNT.

Account of the Famine Relief Fund for the year ended 31st March 1941.

<i>Receipts.</i>		RS.	<i>Payments.</i>		RS.
1. Transfers from the Revenue Account	.. .. .	..	1. Transfers to the Revenue Account	.. .. .	..
2. Interest Receipts	.. .. .	2,18,594	2. Transfers to General Balance for repayment of debt.	.. .. .	..
3. Recoveries of Famine Expenditure	.. .. .	33,700	3. Loans to cultivators, etc., under the Land Improvement Loans Act, 1883, the Agriculturists' Loans Act, 1884, or otherwise.	.. .. .	..
4. Gain on realization of securities	.. .. .	..	4. Write-off of irrecoverable loans to cultivators	.. .. .	..
5. Recoveries of loans to cultivators	.. .. .	..	5. Loss on realization of securities	.. .. .	..
			6. Other payments	.. .. .	..
	Total, Receipts	2,52,294		Total Payments	..
	Opening balance (a)	63,97,590		Closing balance (b)	66,49,884
				Total	66,49,884
	Total	66,49,884			
	RS.	RS.		RS.	RS.
(a) Cash	.. .. .	1,48,963	(b) Cash	.. .. .	3,92,737
Securities held by the Fund—			Securities held by the Fund—		
Purchase Price	.. .. .	62,48,627	Purchase Price	.. .. .	62,57,147
Nominal value	.. .. .	60,08,700	Nominal value	.. .. .	60,17,400
Market value on 31st March 1940.	.. .. .	60,54,217	Market value on 31st March 1941.	.. .. .	60,81,186
	Total	63,97,590		Total	66,49,884
			Assets of the Fund on 31st March 1941—		
			Cash Balance	.. .. .	3,92,737
			Market value of securities held by the Fund on the 31st March 1941.	.. .. .	60,81,186
			Total	..	64,73,923

SUBSIDIARY ACCOUNT.

Investments.

	Nominal value.	Purchase price.		Nominal value.	Purchase price.
	RS.	RS.		RS.	RS.
Value of securities held by the Fund on 31st March 1940.	60,08,700	62,48,627	Value of securities sold during the year ..	..	..
Value of securities purchased during the year.	8,700	8,520	Value of securities on 31st March 1941 ..	60,17,400	62,57,147
Total ..	60,17,400	62,57,147	Total ..	60,17,400	62,57,147

IV.—FUND FOR THE DEVELOPMENT OF RURAL WATER SUPPLY.

	RS.		RS.
Balance on 31st March 1940	12,03,753	Amount of expenditure during the year	4,56,802
Amount appropriated from Revenue	10,00,000	Balance on 31st March 1941	17,48,027
Contributions from Local Bodies	1,076		
Total ..	22,04,829	Total ..	22,04,829

V.—REVENUE RESERVE FUND.

	RS.		RS.
Balance on 31st March 1940 .. .. .	..	Amount of expenditure during the year .. .. .	..
Amount appropriated from Revenue	58,50,000	Balance on 31st March 1941	58,50,000
Total ..	58,50,000	Total ..	58,50,000

No. 4.—STATEMENT SHOWING THE APPLICATION IN THE YEAR OF THE SUMS APPROPRIATED FROM REVENUE AND OTHER SOURCES, ON ACCOUNT OF THE SEVERAL FUNDS—*cont.*

VI-a.—DEPRECIATION RESERVE FUND—ELECTRICITY.

(i) *Pykara Hydro-Electric System.*

	RS.	RS.	RS.	RS.
Balance on 31st March 1940—				
Cash	6,59,335			19,669
Purchase price of securities held in the Fund.	<u>9,18,443</u>			
		15,77,778		
Amount appropriated from Revenue ..	..	<u>7,14,234</u>		
Total ..		<u>22,92,012</u>		
			..	19,669
			Balance on 31st March 1941—	
			Cash	6,94,599
			Purchase price of securities held in the Fund.	<u>15,77,744</u>
			Total ..	<u>22,72,343</u>
			Total ..	<u>22,92,012</u>

(ii) *Mettur Hydro-Electric System.*

Balance on 31st March 1940—				
Cash	1,13,448			1,577
Purchase price of securities held in the Fund.	<u>1,34,444</u>			
		2,47,892		
Amount appropriated from Revenue ..	..	<u>1,13,432</u>		
Total ..		<u>3,61,324</u>		
			..	1,577
			Balance on 31st March 1941—	
			Cash	1,11,867
			Purchase price of securities held in the Fund.	<u>2,47,880</u>
			Total ..	<u>3,59,747</u>
			Total ..	<u>3,61,324</u>

VI-b.—INVESTMENTS—DEPRECIATION RESERVE FUND—ELECTRICITY.

(i) *Pykara Hydro-Electric System.*

	Nominal value. RS.	Purchase price. RS.		Nominal value. RS.	Purchase price. RS.
Value of securities held by the Fund on the 31st March 1940.	9,27,200	9,18,443	Value of securities sold during the year ..	..	..
Value of securities purchased during the year.	6,94,900	6,59,301	Value of securities on the 31st March 1941.	16,22,100	15,77,744
Total ..	16,22,100	15,77,744	Total ..	16,22,100	15,77,744

(ii) *Mettur Hydro-Electric System.*

	Nominal value. RS.	Purchase price. RS.		Nominal value. RS.	Purchase price. RS.
Value of securities held by the Fund on the 31st March 1940.	1,37,100	1,34,444	Value of securities sold during the year ..	..	..
Value of securities purchased during the year.	1,19,800	1,13,436	Value of securities on the 31st March 1941.	2,56,900	2,47,880
Total ..	2,56,900	2,47,880	Total ..	2,56,900	2,47,880

VII-a.—SPECIAL RESERVE FUND—ELECTRICITY.

(i) *Pykara Hydro-Electric System.*

	RS.	RS.		RS.	RS.
Balance on 31st March 1940—			Amount expended to meet the cost of extraordinary renewals and replacements.	..	29,823
Cash	2,58,503		Balance on 31st March 1941—		
Purchase price of securities held in the Fund.	3,67,387	6,25,890	Cash	2,55,928	
Amount appropriated from Revenue.	..	2,85,693	Purchase price of securities held in the Fund.	6,25,832	8,81,760
Total ..		9,11,583	Total ..		9,11,583

No. 4.—STATEMENT SHOWING THE APPLICATION IN THE YEAR OF THE SUMS APPROPRIATED FROM REVENUE AND OTHER SOURCES, ON ACCOUNT OF THE SEVERAL FUNDS—*cont.*

VII-a.—SPECIAL RESERVE FUND—ELECTRICITY—*cont.*

(ii) *Mettur Hydro-Electric System.*

	RS.	RS.		RS.	RS.
Balance on 31st March 1940—			Amount expended to meet the cost of extraordinary renewals and replacements.	..	..
Cash	45,419		Balance on 31st March 1941—		
Purchase price of securities held in the Fund.	53,738		Cash	45,419	
Amount appropriated from Revenue ..	..	99,157	Purchase price of securities held in the Fund.	99,111	
		45,373			1,44,530
Total ..		1,44,530	Total ..		1,44,530

VII-b.—INVESTMENTS—SPECIAL RESERVE FUND—ELECTRICITY.

(i) *Pykara Hydro-Electric System.*

	Nominal value. RS.	Purchase price. RS.		Nominal value. RS.	Purchase price. RS.
Value of securities held by the Fund on the 31st March 1940.	3,71,300	3,67,387	Value of securities sold during the year ..	..	..
Value of securities purchased during the year.	2,72,500	2,58,445	Value of securities on the 31st March 1941.	6,43,800	6,25,832
Total ..	6,43,800	6,25,832	Total ..	6,43,800	6,25,832

(ii) *Mettur Hydro-Electric System.*

	Nominal value. RS.	Purchase price. RS.		Nominal value. RS.	Purchase price. RS.
Value of securities held by the Fund on the 31st March 1940.	54,800	53,738	Value of securities sold during the year ..	..	..
Value of securities purchased during the year.	48,600	45,373	Value of securities on the 31st March 1941.	1,03,400	99,111
Total ..	1,03,400	99,111	Total ..	1,03,400	99,111

VIII.—DEPRECIATION RESERVE FUND—GOVERNMENT PRESSES.

				RS.					RS.
Balance on 31st March 1940	..	..	..	13,87,140	Amount expended to meet the cost of renewals and re- placements.				37,733
Amount appropriated from Revenue	..	..	..	1,28,758	Balance on 31st March 1941	..	..	..	14,78,165
Total				<u>15,15,898</u>	Total				<u>15,15,898</u>

IX.—SUBVENTIONS FROM CENTRAL ROAD FUND.

				RS.					RS.
Balance on 31st March 1940	..	..	..	1,96,349	Amount of expenditure during the year	..	..	..	17,11,234
Amount allotted from the Central Road Fund	..	..	..	19,29,407	Balance on 31st March 1941	..	..	..	4,14,522
Total				<u>21,25,756</u>	Total				<u>21,25,756</u>

X.—DEPOSIT ACCOUNT OF GRANTS FOR ECONOMIC DEVELOPMENT AND IMPROVEMENT OF RURAL AREAS.

				RS.					RS.
Balance on 31st March 1940	..	..	..	1,57,626	Amount expended on various schemes	..	..	..	4,17,641
Amount contributed by the Central Government	..	..	..	3,24,374	Balance on 31st March 1941	..	..	..	1,32,318
Contributions and Other Receipts	..	..	..	67,959					
Total				<u>5,49,959</u>	Total				<u>5,49,959</u>

No. 4.—STATEMENT SHOWING THE APPLICATION IN THE YEAR OF THE SUMS APPROPRIATED FROM REVENUE AND OTHER SOURCES, ON ACCOUNT OF THE SEVERAL FUNDS—*cont.*

XI.—DEPOSIT ACCOUNT OF THE GRANT MADE BY THE INDIAN CENTRAL COTTON COMMITTEE.

	RS.		RS.
Balance on 31st March 1940	814	Amount of expenditure during the year	20,590
Amount contributed by the Indian Central Cotton Committee.	21,027	Balance on 31st March 1941	1,251
Total ..	<u>21,841</u>	Total ..	<u>21,841</u>

XII.—DEPOSIT ACCOUNT OF THE GRANT MADE BY THE IMPERIAL COUNCIL OF AGRICULTURAL RESEARCH.

	RS.		RS.
Balance on 31st March 1940	13,412	Amount of expenditure during the year	1,30,176
Amount contributed by the Imperial Council of Agricultural Research.	1,28,852	Balance on 31st March 1941	12,088
Total ..	<u>1,42,264</u>	Total ..	<u>1,42,264</u>

XIII.—DEPOSIT ACCOUNT OF GRANT FROM THE CENTRAL GOVERNMENT FOR THE DEVELOPMENT OF SERICULTURAL INDUSTRY.

	RS.		RS.
Balance on 31st March 1940	5,901	Amount of expenditure during the year	24,995
Amount contributed by the Central Government ..	21,680	Balance on 31st March 1941	2,586
Total ..	<u>27,581</u>	Total ..	<u>27,581</u>

XIV.—DEPOSIT ACCOUNT OF GRANT FROM THE CENTRAL GOVERNMENT FOR THE DEVELOPMENT OF
HANDLOOM INDUSTRIES.

	RS.		RS.
10 Balance on 31st March 1940	50,318	Amount of expenditure during the year	76,602
Amount contributed by the Central Government	70,700	Balance on 31st March 1941	44,416
Total ..	1,21,018	Total ..	1,21,018

XV.—DEPOSIT ACCOUNT OF CONTRIBUTIONS FOR CATTLE IMPROVEMENT.

	RS.		RS.
Balance on 31st March 1940	2,515	Amount of expenditure during the year	1,305
Contributions received from the Public	— 5	Balance on 31st March 1941	1,205
Total ..	2,510	Total ..	2,510

XVI.—DEPOSIT ACCOUNT OF THE GRANT FROM SUGAR EXCISE FUND.

	RS.		RS.
Balance on 31st March 1940	18,108	Amount of expenditure during the year	21,561
Amount contributed by the Central Government	11,794	Balance on 31st March 1941	8,341
Total ..	29,902	Total ..	29,902

No. 5.—STATEMENT OF LOANS AND ADVANCES SHOWING THE AMOUNTS ADVANCED AND REPAID, INTEREST RECEIVED DURING THE YEAR AND BALANCES OF SUCH LOANS AND ADVANCES AT THE COMMENCEMENT AND CLOSE OF THE YEAR.

Major and minor heads of accounts. (1)	Balance on 1st April 1940. (2)	Amount advanced during the year. (3)	Total. (4)	Amount repaid during the year. (5)	Balance on 31st March 1941. (6)	Interest received and credited to revenue. (7)
	RS.	RS.	RS.	RS.	RS.	RS.
Loans to Municipalities, Port Funds, etc.—						
Loans to Presidency Corporations, Port Trusts and other Port Funds.	1,26,59,085	6,54,345	1,33,13,430	9,01,644	1,24,11,786	5,25,276
Loans to Municipalities	1,66,12,964	15,28,000	1,81,40,964	8,56,927	1,72,84,037	6,86,475
Loans to District and other Local Fund Committees	37,62,701	1,24,660	38,87,361	2,20,891	36,66,470	1,64,842
Loans to Landholders and other Notabilities	1,250	..	1,250	625	625	69
Advances to Cultivators	1,24,45,325	8,13,183	1,32,58,508	16,16,224	1,16,42,284	5,83,444
Advances under Special Laws	1,18,462	74,500	1,92,962	12,237	1,80,725	9,257
Loans to Local Boards for Railway construction	9,58,229	..	9,58,229	49,554	9,08,675	44,934
Miscellaneous Loans and Advances	76,56,770	54,61,281	1,31,18,051	60,61,049	70,57,002	2,93,404
Total ..	5,42,14,786	86,55,969	6,28,70,755	97,19,151	5,31,51,604	23,07,701
Loans to Government Servants—						
Advances for the purchase of Motor Cars	63,157	32,195	95,352	55,388	39,964	6,151
Advances for the purchase of other conveyances	3,071	3,998	7,069	5,669	1,400	296
Passage Advances	2,313	..	2,313	2,253	60	384
Other Advances	2,375	3,814	6,189	2,540	3,649	32
Total ..	70,916	40,007	1,10,923	65,850	45,073	6,863
Grand Total ..	5,42,85,702	86,95,976	6,29,81,678	97,85,001	5,31,96,677	23,14,564

APPENDIX.

STATEMENT SHOWING THE DETAILS OF COMMITMENTS REFERRED TO IN PARAGRAPH 10 OF PART A OF THE REPORT.

Major head of account and name of work.	Amount of sanctioned estimate.	Expenditure to end of 1939-40.	Expenditure during the year.	Further liabilities as per estimate.	Total expenditure estimated [columns (3) to (5).]
(1)	(2)	(3)	(4)	(5)	(6)
68. CONSTRUCTION OF IRRIGATION, NAVIGATION, EMBANKMENT AND DRAINAGE WORKS.	RS.	RS.	RS.	RS.	RS.
<i>Productive.</i>					
Godavari Delta System.					
Kalipatnam Scheme	13,190	9,385	499	3,306	13,190
Providing irrigation facilities for Government waste lands in Muthyalapalli and Losaragutlapadu ranges	88,885	84,804	-- 4	4,085	88,885
Excavating a channel to Vemuladivi village	1,18,630	85,935	12,230	8,835	(a) 1,07,000
Excavating a channel to Losaragutlapadu village	1,02,431	79,813	7,933	10,654	(a) 98,400
Remodelling the Bondada Channel	14,582	3,521	515	10,546	14,582
Remodelling the Pallamkurru Nos. I and II Channels	37,961	27,251	3,980	6,730	37,961
Kistna Delta System.					
Improvements to Peddalanka Channel	4,28,690	3,71,515	9,206	47,969	4,28,690
Improvements to the new Tamarakollu Channel	16,000	..	515	15,485	16,000
Excavating the Tumuluru and Davuluru Channels and Kollipara New Channel	51,198	44,114	1,190	5,894	51,198
Excavation of the Kistna High Level Canal	5,82,563	5,37,076	5,798	39,689	5,82,563
Excavation of the Appapuram Channel	10,75,700	6,65,159	1,86,567	2,23,974	10,75,700
Providing irrigation facilities for included lands	6,160	..	34	6,126	6,160
Providing irrigation facilities for the lands in Veeravalli and Tippaguntu villages, Gannavaram taluk	2,175	..	376	1,799	2,175
Constructing a head sluice at miles 24/3 of Bandar Canal and other connected works for irrigating tail-end lands	3,840	..	1,212	2,628	3,840

(a) The difference between columns (2) and (6) is due to anticipated savings in or excess over the estimated cost of the works.

STATEMENT SHOWING THE DETAILS OF COMMITMENTS REFERRED TO IN PARAGRAPH 10 OF PART A OF THE REPORT—cont.

Major head of account and name of work. (1)	Amount of sanctioned estimate. (2)	Expenditure to end of 1939-40. (3)	Expenditure during the year. (4)	Further liabilities as per estimate. (5)	Total expenditure estimated [columns (3) to (5)]. (6)
68. CONSTRUCTION OF IRRIGATION, NAVIGATION, EMBANKMENT AND DRAINAGE WORKS—cont.	RS.	RS.	RS.	RS.	RS.
<i>Productive—cont.</i>					
<i>Kistna East Bank Canal Extension Scheme.</i>					
Kistna East Bank Canal Scheme	28,49,320	26,93,205	54,114	1,02,001	28,49,320
<i>Pennar River Canals System.</i>					
Fitting falling shutters over Sangam Anicut	1,79,086	98,080	11,435	69,571	1,79,086
<i>Kattalai Scheme.</i>					
Bed regulator across the Cauvery at Kattalai and High Level Channel	24,80,000	21,40,687	4,694	1,29,619	(a) 22,75,000
Kattalai North Bank Canal Scheme	3,62,000	3,41,137	—30	10,893	(a) 3,52,000
Extension of the Uyyakondan Channel in the Trichinopoly and Tanjore districts	45,500	21,879	7,045	16,576	45,500
<i>Cauvery Delta System.</i>					
Extensions and Improvements to Orattur Channel No. 3 ..	15,500	..	..	15,500	15,500
<i>Cauvery-Mettur Project.</i>					
Cauvery-Mettur Project	(b) 6,13,55,000	6,03,51,944	—70,129	10,73,185	6,13,55,000
Total ..	6,98,28,411	6,75,55,505	2,37,180	18,05,065	6,95,97,750

81. CAPITAL ACCOUNT OF CIVIL WORKS OUTSIDE THE
REVENUE ACCOUNT.

Extensions and Improvements to the Secretariat and Council Chamber Buildings	2,26,600	2,22,542	3,941	117	2,26,600
Construction of quarters for the Assistant Superintendent of Police, Narasapur	34,870	31,285	120	3,465	34,870
Construction of quarters for one Sub-Inspector and huts for three Head Constables and eighteen Constables at Tadepalligudem	34,400	11,101	12,397	10,902	34,400
Construction of quarters for one Sub-Inspector and huts for one Head Constable and ten Constables at Rajanagaram	16,390	14,541	343	606	(a) 15,490
Construction of quarters for four Sub-Inspectors and huts for fifteen Head Constables and ninety-one Constables at Rajahmundry	1,15,000	5,676	21,990	87,334	1,15,000
Construction of quarters for one Sub-Inspector, one Head Constable and six Constables at Koyyalagudem	11,540	7,903	1,894	1,743	11,540
Construction of quarters for the Armed Reserve and Presidency General Reserve and other staff at Masulipatam	1,37,100	1,36,311	259	530	1,37,100
Construction of quarters for one Sub-Inspector and huts for five Head Constables and twenty-nine Constables at Masulipatam.	51,220	..	..	51,220	51,220
Construction of quarters for one Sub-Inspector and huts for one Head Constable and eight Constables at Dharmaraocheruvupalle	11,800	91	..	11,709	11,800
Construction of quarters for the Police Subdivisional Officer and the Circle and Prosecuting Inspectors in Nellore	20,900	..	..	20,900	20,900
Construction of quarters for one Sub-Inspector, one Head Constable and eight Constables in Chandrasekharapuram	11,500	..	..	11,500	11,500
Construction of quarters for one Sub-Inspector, one Head Constable and eight Constables in Sitaramapuram	15,000	..	..	15,000	15,000
Construction of quarters for one Sub-Inspector and huts for one Head Constable and eight Constables at Atchampet	12,800	6,938	5,049	813	12,800
Construction of quarters for nine Head Constables and fifty-eight Constables in Guntur	60,000	..	9,984	50,016	60,000
Construction of quarters for the District Superintendent of Police, Kurnool	32,300	10,297	19,579	2,424	32,300

(a) The difference between columns (2) and (6) is due to anticipated savings in or excess over the estimated cost of works.

(b) Represents the cost of works only.

STATEMENT SHOWING THE DETAILS OF COMMITMENTS REFERRED TO IN PARAGRAPH 10 OF PART A OF THE REPORT—*cont.*

Major head of account and name of work.	Amount of sanctioned estimate.	Expenditure to end of 1939-40.	Expenditure during the year.	Further liabilities as per estimate.	Total expenditure estimated [columns (3) to (5)].
(1)	(2)	(3)	(4)	(5)	(6)
SI. CAPITAL ACCOUNT OF CIVIL WORKS OUTSIDE THE REVENUE ACCOUNT—<i>cont.</i>	RS.	RS.	RS.	RS.	RS.
Construction of quarters for one Sub-Inspector, one Head Constable and nine Constables at Nagulappalapa	15,400	..	901	14,499	15,400
Construction of quarters for one Sub-Inspector and huts for one Head Constable and nine Constables at Revanoor	14,150	..	3,087	11,063	14,150
Construction of quarters for one Sub-Inspector, two Head Constables and twenty Constables in Atmakur	32,000	..	1,020	30,980	32,000
Construction of quarters for one Sub-Inspector, two Head Constables and twenty-one Constables in Jammalamadugu ..	29,500	..	2,015	27,485	29,500
Construction of quarters for one Sub-Inspector and huts for one Head Constable and fifteen Constables at Tsundupalli ..	15,530	5,118	8,730	1,682	15,530
Construction of quarters for one Sub-Inspector and huts for one Head Constable and eight Constables at Galivedu	8,650	755	1,940	5,955	8,650
Construction of quarters for one Sub-Inspector and huts for one Head Constable and eight Constables at Gandlapenta ..	8,960	1,802	3,100	4,058	8,960
Construction of quarters for one Sub-Inspector and huts for one Head Constable and eleven Constables at Bhakarapet ..	11,650	6,321	3,935	1,394	11,650
Construction of quarters for one Sub-Inspector and huts for one Head Constable and eight Constables at Tirumalai	18,700	104	..	18,596	18,700
Construction of quarters for two Head Constables and thirteen Constables in Sidhout	12,900	..	993	11,907	12,900
Construction of quarters for one Sub-Inspector, one Head Constable and ten Constables in Obaladevarayacheruvu	9,250	..	520	8,730	9,250
Construction of quarters for one Sub-Inspector, one Head Constable and eleven Constables in Thamballapalle	12,400	..	..	12,400	12,400
Construction of quarters for one Sergeant and one Havildar Major, five Head Constables and twenty-seven Constables of the Presidency General Reserve and two Head Constables of the Armed Reserve in Chittoor	26,650	..	1,031	25,619	26,650

Construction of quarters for one Sub-Inspector, two Head Constables and twenty-two Constables in Rajampet ..	19,600	..	1,515	18,085	19,600
Construction of quarters for one Sub-Inspector, one Head Constable and nine Constables in Mudivedu	11,200	..	994	10,206	11,200
Construction of quarters for one Sub-Inspector, one Head Constable and nine Constables in Vempalle	14,000	..	1,517	12,483	14,000
Construction of quarters for one Sub-Inspector, one Head Constable and nine Constables in Virapalle	10,500	..	502	9,998	10,500
Construction of quarters for one Sub-Inspector, one Head Constable and eight Constables in Gorantla	11,400	..	213	11,187	11,400
Construction of quarters for one Sub-Inspector, one Head Constable and fourteen Constables in Tadimarri	13,600	..	..	13,600	13,600
Construction of quarters for one Sub-Inspector and huts for one Head Constable and eleven Constables at Chippagiri ..	18,400	316	..	18,084	18,400
Construction of quarters for the Railway Police staff, Central Station and Salt Cotaurs	67,800	673	..	67,127	67,800
Construction of quarters for one Sub-Inspector and huts for one Head Constable and eight Constables at Kadathur	10,500	..	..	10,500	10,500
Construction of quarters for one Sub-Inspector, one Head Constable and thirteen Constables at Ponnagaram	12,130	..	4,011	8,119	12,130
Construction of quarters for one Sub-Inspector and huts for one Head Constable and six Constables at Zangereddigudem.	13,900	..	..	13,900	13,900
Digging a well six feet diameter, Constructing two blocks of latrines and forming roads, culverts and drains for the quarters of the Police staff at Kadathur	1,870	..	..	1,870	1,870
Construction of residence for the Deputy Superintendent of Police, Tallakulam	15,480	7,193	8,043	244	15,480
Construction of quarters for one Sub-Inspector and huts for three Head Constables and twenty-eight Constables at Virudunagar	36,000	..	3,451	32,549	36,000
Construction of quarters for one Sub-Inspector and ten Constables at Kamudhi	11,100	..	425	10,675	11,100
Construction of quarters for one Sub-Inspector, two Head Constables and twenty-three Constables in Ramnad	20,000	..	7,397	12,603	20,000
Construction of quarters for one Prosecuting Sub-Inspector, one Sub-Inspector in charge of the station, four Head Constables and twenty Constables in Tirumangalam	23,000	..	1,954	21,046	23,000
Construction of quarters for one Sub-Inspector, one Head Constable and twelve Constables at Tirupparankunram	13,000	..	735	12,265	13,000
Construction of quarters for one Sub-Inspector and huts for one Head Constable and seven Constables at Thattaparai ..	10,400	7,900	575	1,925	10,400

STATEMENT SHOWING THE DETAILS OF COMMITMENTS REFERRED TO IN PARAGRAPH 10 OF PART A OF THE REPORT—*cont.*

Major head of account and name of work. (1)	Amount of sanctioned estimate. (2)	Expenditure to end of 1939-40. (3)	Expenditure during the year. (4)	Further liabilities as per estimate. (5)	Total expenditure estimated [columns (3) to (5)]. (6)
81. CAPITAL ACCOUNT OF CIVIL WORKS OUTSIDE THE REVENUE ACCOUNT—<i>cont.</i>	RS.	RS.	RS.	RS.	RS.
Construction of quarters for one Sub-Inspector, one Head Constable and seven Constables at Kadaiyanallur	10,100	..	..	10,100	10,100
Construction of quarters for one Sub-Inspector, one Head Constable and eleven Constables at Rishivandiyam	9,500	..	2,000	7,500	9,500
Construction of quarters for one Deputy Superintendent of Police and two Inspectors of Police in Tanjore	22,800	..	760	22,040	22,800
Construction of quarters for one Sub-Inspector, three Head Constables and twenty-eight Constables of the Railway Police Staff at Mayavaram	25,450	..	2,719	22,731	25,450
Construction of quarters for the Police Staff at Tiruvattiur	18,250	..	..	18,250	18,250
Construction of quarters for the Presidency General Reserve Police Staff at Vellore	34,700	..	8,010	26,690	34,700
Construction of quarters for three Sub-Inspectors, six Head Constables and thirty-seven Constables at Tiruvannamalai	40,000	..	4,969	35,031	40,000
Construction of quarters for one Sub-Inspector and huts for thirteen Constables at Thirukkalkunram	15,600	10,289	705	4,606	15,600
Construction of quarters for one Sub-Inspector, two Head Constables and eleven Constables at Andipatti	15,730	..	2,003	13,727	15,730
Construction of building for the Headquarters Hospital at Cocanada	5,79,700	4,63,570	37,309	82,721	(a) 5,83,600
Construction of buildings for the Stanley Medical College on a new site	1,81,000	1,10,546	22,729	11,195	(a) 1,44,470
Construction of a septic ward of fifty-two beds in the Government Rayapuram Hospital, Madras	1,40,000	98,006	14,690	27,304	1,40,000
Construction of an upper floor over the new septic ward in the Government Rayapuram Hospital, Madras	83,000	52,442	22,457	8,101	83,000
Construction of additional buildings for the Stanley Medical College	3,80,000	1,00,696	2,43,116	36,188	3,80,000

Remodelling of the General Hospital, Madras	39,42,632	34,59,510	16,092	4,67,030	39,42,632
Construction of a new Headquarters Hospital at Madura ..	19,10,000	13,85,075	1,00,431	4,24,494	19,10,000
Construction of an out-patient block, maternity block and children's ward and extension to the Pathological block in the Vizagapatam Hospital	6,78,740	2,29,259	1,70,329	2,79,152	6,78,740
Construction of a new Headquarters Hospital, Trichinopoly ..	7,30,750	..	30,006	7,00,744	7,30,750
Total ..	1,01,58,992	63,86,260	8,12,485	29,26,717	1,01,25,462
81-A. CAPITAL OUTLAY ON ELECTRICITY SCHEMES.					
<i>Pykara Hydro-Electric Scheme.</i>					
Pykara Hydro-Electric Scheme	10,53,504	6,67,931	1,46,207	2,39,366	10,53,504
Additional generating machinery at Pykara	48,60,000	39,58,727	1,48,610	58,000	(a) 41,65,337
Supply of power to Virudunagar and Rajapalayam	10,41,100	8,93,348	3,419	15,000	(a) 9,11,767
Supply of power to Madura	34,77,400	31,59,462	42,726	1,74,812	(a) 33,77,000
Supply of power to Koilpatti	5,44,900	5,12,035	— 3,039	25,000	(a) 5,33,996
Supply of power to Ramnad district	5,29,000	4,14,929	— 8,873	8,000	(a) 4,14,056
Extension of supply to Periyakulam, Theni and Bodinayakanur.	2,40,000	2,05,078	19,701	3,299	(a) 2,28,078
Supply of power to Gobichettipalayam and five other villages.	2,39,200	1,65,073	15,141	25,000	(a) 2,05,214
Distribution of power in the Pykara System	37,95,166	21,95,279	8,80,133	7,19,754	37,95,166
<i>Mettur Hydro-Electric Scheme.</i>					
Mettur Main Scheme	1,27,54,885	1,03,40,421	1,80,790	3,91,358	(a) 1,09,12,569
Erode-Trichinopoly Extensions	15,16,000	11,82,404	3,128	9,468	(a) 11,95,000
Trichinopoly-Negapatam Extensions	22,34,900	22,01,473	— 26,915	10,342	(a) 21,84,900
Extension of supply to Ranipet, Kaveripakkam and Conjeeveram.	4,29,000	3,66,317	— 3,053	15,736	(a) 3,79,000
Extension of supply to Arkonam	2,02,800	1,89,649	— 678	3,829	(a) 1,92,800
Supply of electric power to Pakala and Tirupati	2,70,000	2,12,633	2,004	6,363	(a) 2,21,000
Distribution of power in Mettur System	40,37,401	27,06,698	5,41,177	7,89,526	40,37,401
Fourth generating unit at Mettur	10,00,000	3,058	66,534	9,30,408	10,00,000
<i>Papanasam Hydro-Thermal Project.</i>					
Papanasam Hydro-Thermal Project	1,79,00,000	31,93,772	29,58,972	1,17,47,256	1,79,00,000
Distribution of power in the Papanasam System	1,89,150	74,746	77,698	36,706	1,89,150

(a) The difference between columns (2) and (6) is due to anticipated savings in or excess over the estimated cost of works.

STATEMENT SHOWING THE DETAILS OF COMMITMENTS REFERRED TO IN PARAGRAPH 10 OF PART A OF THE REPORT—cont.

Major head of account and name of work. (1)	Amount of sanctioned estimate. (2)	Expenditure to end of year 1939-40. (3)	Expenditure during the year. (4)	Further liabilities as per estimate. (5)	Total expenditure estimated [columns (3) to (5)]. (6)
	RS.	RS.	RS.	RS.	RS.
81-A. CAPITAL OUTLAY ON ELECTRICITY SCHEMES—cont.					
<i>Vizagapatam Thermal Station.</i>					
Vizagapatam Thermal Station	20,35,500	17,25,903	— 3,927	63,524	(a) 17,85,500
Supply of electric power to Bobbili	1,16,000	1,00,517	1,588	3,895	(a) 1,06,000
Additions to Plant at Vizagapatam	3,32,000	..	1,726	3,30,274	3,32,000
Distribution of electric power in Vizianagram	1,60,000	1,54,399	937	4,664	1,60,000
Distribution of power in Vizagapatam Thermal area	1,39,408	84,666	43,399	11,343	1,39,408
<i>Bezwada Thermal Station.</i>					
Bezwada Thermal Station	19,23,400	18,36,835	12,917	73,648	19,23,400
Additions to plant at Bezwada	8,68,000	..	18,230	8,49,770	8,68,000
Distribution of power in Bezwada Thermal area	4,10,345	1,79,504	1,12,181	1,18,660	4,10,345
<i>Cocanada Thermal Station.</i>					
Cocanada Thermal Station	3,92,200	1,24,043	1,94,216	73,941	3,92,200
Distribution of power in Cocanada Thermal area	3,30,380	..	2,44,452	85,928	3,30,380
Total ..	6,30,21,639	3,68,48,900	56,69,401	1,68,24,870	5,93,43,171
Total Commitments ..	14,30,09,042	11,07,90,665	67,19,066	2,15,56,652	13,90,66,383

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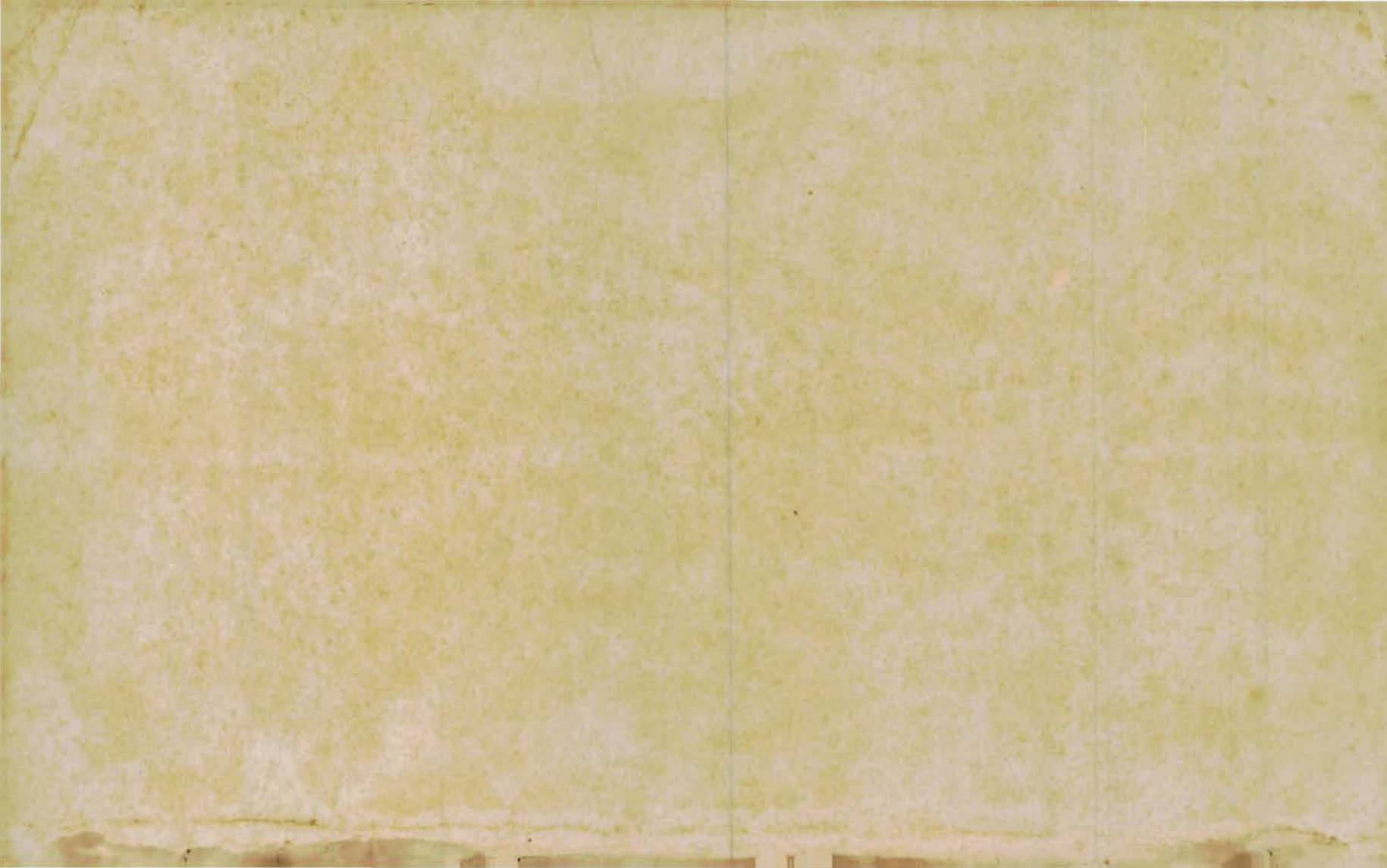
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