H.—2.

pleted, and will be opened early in January. Temporary buildings have been secured at Bendigo and Bald Hill Flat. These schools will also be in operation about the middle of January. There are several applications for the establishment of schools which have not yet been finally disposed of by the Board.

SCHOOL ATTENDANCE.—A table showing the attendance of the different schools, the amount expended upon each school, and the name, status, and emoluments of each of the teachers, is hereunto appended. The following is an abstract of the attendance at the Dunedin public schools and the other public schools of Otago, from the institution of the Otago education scheme, in the year 1856, to the present time :—

Year.	No. of Schools.	No. of Teachers.	No. of Pupils who attended at all in the Course of the Year.			Average Daily Attendance for the Year.			Attendance at the Close of the Year.		
			Dunedin.	All other Schools.	Totals.	Dunedin.	All other	Totals.	Dunedin.	All other Schools.	Totals.
1856-57	5	7				115	121	236		·	
1857-58	9	11				128	195	323			
1858-59	13	15				114	333	447			
1859-60	17	19		•••		127	456	583			
1860-61	18	20	220	744	964	125	486	611			
1861 - 62	20	22	228	1,021	1,249	129	632	810	205	705	910
1862 - 63	23	30	1,024	1,366	2,330	653	758	1,411	734	907	1,641
1864	38	51	1,418	2,148	3,566	771	1,148	1,919	996	1.500	2,496
1865	46	65	1,295	2,416	3,711	918	1,415	2,333	1,046	1,747	2,793
1866	51	71	1,193	2,754	3,947	888	1,680	2,568	934	2,136	3,070
1867	56	85	1,216	3,151	4,367	897	2,045	2,942	919	2,436	3,355
1868	68	103	1,262	3,622	4,884	953	2,325	3,278	1,047	2,763	3,810
1869	77	119	1,431	4,017	5,448	1,085	2,472	3,557	1,149	3,206	4,355
1870	97	150	1,423	$5,\!496$	6,919	1,151	3,529	4,680	1,215	4,416	5,631
1871	116	175	1,647	7,015	8,662	1,257	4,449	5,706	1,355	5,391	6,746
1872	127	190	1,631	8,197	9,828	1,315	5,376	6,691	1,309	6,448	7,757
1873	140	219	1,762	9,688	11,451	1,393	6,032	7,425	1,495	7,676	9,171
1874	154	266	2,176	11,505	$13,\!681$	1,467	6,886	8,853	1,592	8,073	10,665
1875	157	288	2,620	$13,\!477$	16,097	1,710	8,112	9,822	2,001	10,107	12,096
1876 - 77	165	329	3,094	$15,\!256$	$18,\!350$	2,067	9,143	11,210	2,378	11,159	13,537
1877	173	356	3,191	16,422	19,613	2,176	9,573	11,749	2,585	11,943	14,528
1878	*134	334	4,875	16,660	$21,\!535$	2,912	9,707	12,619	3,480	$12,\!598$	16,078
				10,000	-1,000	4,014	0,101	12,010	0,100	12,000	10,

The figures for the year 1878 show a very great increase in the average attendance at the public schools of the district. Owing to the separation of the Southland District (including Southland County, Wallace County, Lake County, Fiord County, and Stewart Island County), the number of schools were reduced from 173 to 130. But, notwithstanding this diminution, the average attendance in the Otago District proper for the year is 870 in excess of that for the combined Otago and Southland Districts in 1877. This increase has usually been most conspicuous in town and village schools, and the Board has every reason to believe that it would have been much larger but for the great difficulty that has been encountered in getting adequate accommodation provided. In Dunedin, the increase in average attendance has been considerably less than was to be expected, and has been the result rather of crowding the existing accommodation to the utmost than of the erection of the much-needed additional schools and class-rooms.

The average number of attendances made by every child that attended at all during the year amounts to 59 per cent. of the possible attendances, being 3 per cent. less than in 1877. In the Dunedin schools this average was 60, and for the other schools in the district 58. The falling off of 3 per cent. in the above average appears to be mainly due to the large number of pupils who entered the schools during the latter portion of the year, and to the unusual severity of the winter. During the six months from July to December, the average number of attendances made by every child that attended at all during these six months amounted to 70 per cent. of the possible attendances, a result which is greatly above that of any of the five preceding years. It is worthy of remark that during the above six months the salaries paid to teachers have, to a small extent, depended upon the average attendance at the schools, and that the remarkable increase in the percentage has, to all appearance, followed from the influence the teachers have exercised towards promoting more regular attendance. It would thus appear that the object the Board had in view in making the salaries vary somewhat with the average attendance has been already largely attained, to the great benefit of those under instruction.

FINANCE.—Appended hereto is an abstract of the income and expenditure of the Board for the year 1878, certified by the auditor appointed by the Governor. A table showing the amounts contributed by the Board to each school for teachers' salaries, including bonuses, allowances to Committees, and school-buildings, is shown in Appendix A. The sum paid for teachers' salaries, including the