

1940.  
NEW ZEALAND.

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# PUBLIC ACCOUNTS

FOR THE

FINANCIAL YEAR 1939-1940.

PART II.

PREPARED BY THE TREASURY DEPARTMENT.

CERTIFIED TO BY THE CONTROLLER AND AUDITOR-GENERAL UNDER THE PUBLIC  
REVENUES ACT, 1926.

ALSO

REPORT OF THE CONTROLLER AND AUDITOR-GENERAL.

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# PUBLIC ACCOUNTS

FOR THE FINANCIAL YEAR ENDED 31st MARCH, 1940

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## REPORT OF THE CONTROLLER AND AUDITOR-GENERAL.

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I HAVE the honour to submit my report for the year ended 31st March, 1940, in terms of subsections (2), (3), and (4) of section 89 of the Public Revenues Act, 1926.

In connection with these reports, which the Controller and Auditor-General is required to submit to Parliament year by year, it is desirable to remark that it is necessary to comment only on a small number of the matters affecting the Public Accounts which are the subject of Audit Office inquiry each year. It will be readily understood that in almost all cases where questions on ordinary transactions are raised by Audit any adjustment necessary is made or a settlement is arrived at after discussion with the Treasury or the Department concerned, and that there is no occasion for reference to be made to these cases in my reports to Parliament.

The full Statement of the Receipts and Payments of the Public Account is contained in two parliamentary papers—namely, Parts I and II of B.-1. Part I shows, under main headings, the receipts and payments of the funds and accounts comprising the Public Account, and also shows details of the expenditure under the annual appropriations, Civil List, and the Unauthorized Expenditure Account, whilst Part II shows certain of the receipts and payments in greater detail than they are shown in B. 1 [Pt. I]. The last-mentioned paper for the year ended 31st March, 1940, has already been laid before Parliament and it only remains necessary for me now to present Part II.

### **Treatment of Exchange.**

In the report of the Controller and Auditor-General each year since 1932 the attention of Parliament has been drawn to the unsatisfactory method which has been followed in connection with the treatment of exchange in the Public Accounts.

The method in question was set out in some detail in last year's report, and as due attention has been drawn to the matter I propose to comment no further on it meanwhile.

### Repayment of the Public Debt.

The following table gives particulars of the amount of securities redeemed during the year under the provisions of the Repayment of the Public Debt Act, 1925, and also the total of the amount as redeemed to 31st March, 1940 :—

Rate of Interest.	Total to 31st March, 1939.		Nominal Value of Securities.				Total Cost of Redemption.	
			Year 1939-40.		Total to 31st March, 1940.			
Per Cent.	£	s. d.	£	s. d.	£	s. d.	£	s. d.
2½ .. ..	..	..	5,000	0 0	5,000	0 0	5,000	0 0
3 .. ..	2,211,588	14 8	1,626,580	0 0	3,838,168	14 8	3,838,168	14 8
3½ .. ..	476,960	0 0	4,041	8 8	481,001	8 8	481,001	8 8
3¾ .. ..	..	0 12 0	170,375	15 4	170,376	7 4	170,376	7 4
4 .. ..	3,036,433	0 0	72,220	5 6	3,108,653	5 6	3,096,965	14 7
4½ .. ..	2,087,460	0 0	..	..	2,087,460	0 0	2,072,082	5 0
5 .. ..	5,423,735	0 0	..	..	5,423,735	0 0	5,423,181	5 0
5¼ .. ..	1,530,990	0 0	..	..	1,530,990	0 0	1,530,972	10 0
5½ .. ..	1,033,110	0 0	..	..	1,033,110	0 0	1,030,694	12 2
6 .. ..	2,633,588	9 9	..	..	2,633,588	9 9	2,612,292	8 8
	13,433,865	16 5	1,878,217	9 6	20,312,083	5 11	20,260,735	6 1*

\* This figure does not include cost of exchange on remittances.

One of the advantages claimed for the debt-repayment scheme was that the annual charge on the Consolidated Fund would be reduced as debt was redeemed each year, but there is a reduction only when the interest charge on the debt redeemed is greater than the contribution which becomes payable by the Consolidated Fund to the Debt Repayment Account under the provisions of the Repayment of the Public Debt Act, 1925. Under these provisions Ordinary Revenue Account is required to contribute to the Repayment Account an amount computed at 3½ per cent. on the public debt redeemed under the provision of the Act, and it will be seen that no saving can be made on any debt redeemed on which interest was payable at a lower rate than 3½ per cent.

The Public Debt Commission has, during the year, redeemed £5,000 2½-per-cent. and £1,626,580 3-per-cent. securities, and the contribution required from Ordinary Revenue Account will be £8,182 18s. in excess of the amount previously required for the payment of interest.

The following statement shows the amount of loans subject to the Repayment of the Public Debt Act, 1925, and of those not subject to the Act as at 31st March, 1940 :—

Particulars.	£	s. d.
<b>Debt subject to the Repayment of the Public Debt Act, 1925</b> .. ..	249,344,651	11 9
<b>Debt not subject to the Repayment of the Public Debt Act, 1925—</b>		
Loans for which special sinking funds are provided—		
State Coal-mines Account ..	167,953	6 8
Electric Supply Account ..	14,171,199	1 0
Nauru and Ocean Islands Account ..	284,405	0 0
Westport Harbour Account ..	614,250	0 0
Samoa Loan Suspense Account ..	82,000	0 0
	15,319,807	7 8
Funded Debt to the Imperial Government—		
Ordinary Revenue Account—		
Naval Defence Act Account ..	577,446	11 5
War Expenses Account ..	23,320,196	17 0
Public Works Fund—		
General Purposes Account ..	169,109	15 3
Land for Settlements Account ..	33,446	6 11
	24,100,199	10 7
State Advances Account .. ..	34,142,877	14 3
	73,562,884	12 6
Total debt as at 31st March, 1940 (see B. 1 [Pt. III], page 9) ..	£322,907,536	4 3

Particulars of the transactions of the sinking funds of loans which are not subject to the Repayment of Public Debt Act and for which special sinking funds are provided will be found in Tables V and VI, B. 1 [Pt. III], and particulars of the Funded Debt to the Imperial Government are shown in Table IV, B. 1 [Pt. III].

No special provision is made for the repayment of the debt of the State Advances Account, which at the end of the year amounted to £34,142,877 14s. 3d. Full reference to this matter was made in the report of the Controller and Auditor-General for the year ended 31st March, 1938.

### Increase and Decrease of the Public Debt.

The transactions for the year of the Public Debt Accounts are detailed as follows :—

	£	s.	d.
Total debt as at 31st March, 1939 (see B. 1 [Pt. III], page 8)	303,970,272	3	2
<b>Additions during the year—</b>			
Ordinary Revenue Account—	£	s.	d.
State Advances Corporation Account	3,608	0	0
Public Works Fund—			
General Purposes Account	9,553,449	4	1
Electric Supply Account	839,238	9	11
Housing Account	5,100,000	0	0
Main Highways Account	2,609,972	2	7
State Coal-mines Account	25,000	0	0
State Forests Account	400,761	8	5
War Expenses Account	3,036,054	8	6
	21,618,083	13	6
<b>Reductions during the year—</b>			
From Electric Supply Sinking Fund Account	570,983	9	11
From State Coal-mines Sinking Fund Account	11,765	0	0
From Loans Redemption Account—			
Ordinary Revenue applied in redemption of the securities of—			
Public Works Fund—			
General Purposes Account	166,428	18	0
Reparation-moneys applied in redemption	805	0	0
War credits applied in redemption	2,700	0	0
Land for Settlements Account moneys applied in redemption	3,206	0	0
Main Highways Account moneys applied in redemption	6,020	0	0
Nauru and Ocean Islands Account moneys applied in redemption	33,445	0	0
Samoan Loan Sinking Fund Account moneys applied in redemption	5,130	0	0
From Public Debt Repayment Account—			
Ordinary Revenue Account—			
Mining Advances Account	5,490	0	0
War Expenses Account	238,055	15	4
Public Works Fund—			
General Purposes Account	1,625,771	14	2
State Forests Account	8,900	0	0
Loans redeemed from loans raised in previous years for redemption	2,118	15	0
	2,680,819	12	5
Total debt as at 31st March, 1940 (see B.—I [Pt. III], page 9)	£322,907,536	4	3

The foregoing statement shows that the total public debt has been increased during the year by £18,937,264 1s. 1d.

The long-term debt was increased by £10,057,264 1s. 1d., and short-term Treasury Bills increased by £8,880,000, as shown in the following summary :—

	£	s.	d.	£	s.	d.
Treasury bills as at 31st March, 1939	16,525,000	0	0			
Treasury bills as at 31st March, 1940	25,405,000	0	0			
Increase				8,880,000	0	0
Long-term debt as at 31st March, 1939	287,445,272	3	2			
Long-term debt as at 31st March, 1940	297,502,536	4	3			
Increase				10,057,264	1	1
Increase as at 31st March, 1940	£18,937,264	1	1			

Included in the debt increase is an amount of £1,080,000 Treasury notes issued under the New Zealand Loans Act, 1932, to secure advances negotiated by the Exports Credits Department of the United Kingdom. The Department has agreed to negotiate Treasury notes up to the value of £5,000,000 sterling to enable the New Zealand Government to purchase goods in the United Kingdom.

The amount of interest-free loans received by the Government during the year was £1,381,854 8s. 6d., and is included in the amount of £3,086,054 8s. 6d. raised during the year for War Expenses.

The Treasury bills, which at the end of the year amounted to £25,405,000, were issued for the purposes of the accounts shown in the following table:—

Account.	£	s.	d.
General Purposes Account .. .. .	9,870,000	0	0
Electric Supply Account .. .. .	185,000	0	0
Main Highways Account .. .. .	2,900,000	0	0
Forests Account .. .. .	100,000	0	0
War Expenses Account .. .. .	1,250,000	0	0
Housing Account .. .. .	10,800,000	0	0
	<u>£25,405,000</u>	<u>0</u>	<u>0</u>

### £17,172,190 11s. 4d. London Loan matured 1st January, 1940.

On 1st January, 1940, £17,172,190 11s. 4d., 3½ per cent. London stock fell due. To enable this loan to be paid off a new loan of £16,000,000 at 3½ per cent. was arranged in London. £1,008,000 New Zealand holdings were renewed in New Zealand, and the balance, £16,1190 11s. 4d., was paid off from funds remitted to England, £163,773 18s. of this latter amount being paid from revenue. The Post Office, one of the New Zealand holders, received no exchange benefit on £618,000 renewed in New Zealand, but was partly compensated by an increase of ½ per cent. in the rate of interest on the new stock issued. A premium of £95,550 on exchange was paid to the Reserve Bank, the holder of £390,000, the balance of the New Zealand holding.

Particulars of the costs, charges, and expenses of renewing the loan are as follows:—

	£	s.	d.
Charges paid to Bank of England .. .. .	107,777	16	11
Exchange .. .. .	183,662	11	7
Cash payment to holders converting .. .. .	32,297	0	0
Discount allowed to new subscribers .. .. .	127,703	0	0
Net interest paid for period prior to 1st January, 1940, in terms of prospectus .. .. .	151,016	11	11
	<u>£602,457</u>	<u>0</u>	<u>5</u>

The amount in excess of the Bank charges and exchange included in the above sum—viz., £311,016 11s. 11d.—paid to investors as an inducement to subscribe or convert may be regarded as in the nature of an addition, distributable over the whole period of the loan, to the interest charge of 3½ per cent. The item of exchange £183,662 11s. 7d. is also of a special nature, leaving £107,777 16s. 11d. as the amount paid for *services* rendered in connection with the new loan.

### Unauthorized Expenditure.

For some years the Employment Promotion Fund provided funds with which various Departments carried out activities to relieve unemployment. Consequent upon the abolition of the Employment Promotion Fund these funds were not available to the departmental votes, and mainly for this reason issues for the service of certain votes were in excess of the amounts available for such service for the period from the beginning of the year to the passing of the Imprest Supply Act. Section 58, Public Revenues Act, 1926, makes provision whereby a limited amount of expenditure may be made in excess of or without the appropriation of Parliament and charged to Unauthorized Expenditure Account, but this limit was allowed to be exceeded on the Prime Minister giving an undertaking to introduce validating legislation. This was provided in section 9, Finance Act, 1939.

Towards the end of the year, when it appeared that the unauthorized limit would be exceeded again, the Prime Minister gave a further undertaking to introduce the legislation necessary to validate any over-issue. The abstract of Unauthorized Expenditure Account appears in parliamentary paper B.—1 [Pt. I], and it will be seen that the statutory limit of £500,000 for services other than Railways has been exceeded by £278,032 15s. 4d. The necessary validating legislation appears in section 9, Finance Act, 1940.

### Surplus Credits-in-aid.

Credits-in-aid may be defined generally as recoveries which arise from expenditure made from a vote, and which are in the nature of a set-off to expenditure as distinct from purely revenue receipts. Estimated credits-in-aid to any vote are deducted from the estimated expenditure under the relative vote when the amount of that vote is appropriated by Parliament by the annual Appropriation Act, but are themselves separately appropriated in the same Act.

Section 51 (3), Public Revenues Act, 1926, provides in effect that moneys actually received as credits-in-aid to any vote in excess of the amount appropriated as such, and termed "surplus credits-in-aid" may, with the approval of the Treasury, be temporarily applied to increase the amount available for expenditure on the purposes set out in that vote. The application of such credits-in-aid is, however, not temporary, but final, though a return of all the amounts of excess credits-in-aid applied to the purposes of votes is required by section 51 (4) of the same Act to be laid before Parliament, and is sanctioned as part of the Unauthorized Expenditure Account.

The effect of the surplus credits-in-aid provision is that moneys may be expended beyond the amount having prior authorization by Parliament, and is in the nature of an addition to the unauthorized authority of £600,000 given by section 58 (3) of the Public Revenues Act, 1926.

So long as credits-in-aid are not greatly in excess of the amount estimated to be received in respect of them, no serious objection could be taken to their use in the way herein set out, but as shown in the following schedule covering the last ten years the surpluses made use of are of very large amount.

The use of credits-in-aid to such amounts shows that the expenditure under the votes exceeded the estimate at least to the amount stated, for it is only when this occurs that surplus credits-in-aid are drawn upon.

It has to be added, however, that these surpluses, unlike unauthorized, may be applied only to purposes provided for by votes, but provided for insufficiently.

	£	s.	d.
Year ended 31st March, 1931 .. ..	16,959	15	3
Year ended 31st March, 1932 .. ..	19,611	10	3
Year ended 31st March, 1933 .. ..	Nil		
Year ended 31st March, 1934 .. ..	5,505	19	3
Year ended 31st March, 1935 .. ..	33,341	5	4
Year ended 31st March, 1936 .. ..	90,969	1	4
Year ended 31st March, 1937 .. ..	334,648	13	3
Year ended 31st March, 1938 .. ..	680,742	18	0
Year ended 31st March, 1939 .. ..	1,602,572	14	0
Year ended 31st March, 1940 .. ..	2,636,269	19	1

### Statement of Royalties payable to the Crown and unpaid at the 31st March, 1940.

Section 91 (2) of the Public Revenues Act, 1926, reads as follows :—

"The Controller and Auditor-General shall include in the report to be prepared by him pursuant to subsection two of section eighty-nine hereof a statement as to all royalties payable to the Crown and for the time being unpaid, setting forth in respect of such royalties—

"(a) The name of the person by whom the same are payable ;

"(b) The amount payable by each such person ; and

"(c) The steps (if any) that have been taken to recover the said royalties, and, if no such steps have been taken, the reason for allowing the said royalties to remain outstanding."

Following the course previously adopted, the names of these in arrear are not published, but in the figures hereunder are included all amounts which were shown in the departmental books as owing and unpaid on the 31st March last :—

Department.		Amount unpaid.					
		£	s.	d.	£	s.	d.
Forestry—							
Auckland Region	.. ..	620	15	3			
Rotorua Region	.. ..	262	19	9			
Wellington Region	.. ..	187	11	2			
Nelson Region	.. ..	685	0	7			
Westland Region	.. ..	754	14	2			
					2,511	0	11
Lands and Survey—							
North Auckland District	.. ..	1,086	12	0			
Napier District	.. ..	117	11	0			
Nelson District	.. ..	556	7	3			
Westland District	.. ..	708	18	10			
Southland District	.. ..	16	2	0			
					2,485	11	1
Marine .. .. .	.. ..				1,010	9	5
Mines .. .. .	.. ..				7,406	10	10
State Coal-mines..	.. ..				2,009	1	1
Public Works ..	.. ..				305	14	3
					<u>£15,728</u>	<u>7</u>	<u>7</u>

### Transactions passed by the Audit Office in anticipation of Validating Legislation.

I have referred in previous reports to the position in which the Audit Office is placed when the Government desires to expend public moneys in promoting a new State activity or to apply public moneys in a manner not authorized by existing legislation. In such cases the provisions of the Public Revenues Act, 1926, regarding unauthorized or emergency expenditure may not be applicable, and the Audit Office must either refuse to pass the relative expenditure vouchers or permit a temporary breach of the law. In this connection it has become the custom to meet the wishes of the Government upon receipt of a formal undertaking that validating legislation will be laid before Parliament upon an early and convenient occasion. I have passed several financial transactions during the past year on receiving that undertaking, and I am pleased to be in a position to report that the necessary legislation has been introduced. This legislation will be found in—

Finance Act (No. 2), 1939, section 5 .. .. .	.. .. .	Validating payment for shares in New Zealand Centennial Exhibition Co., Ltd.
Finance Act (No. 2), 1939, section 44 .. .. .	.. .. .	Validating appointment of a former member of Parliament as a public servant.
Social Security Amendment Act, 1939, section 5.	.. .. .	Validating retrospective payment of increased age-benefits to certain invalidity pensioners.
Finance Act, 1940, section 14 .. .. .	.. .. .	Authorizing increased stamp allowance to members of Parliament.
Finance Act, 1940, section 32 .. .. .	.. .. .	Validating retrospective operation of regulations as to payment of salaries of Transport Licensing Authorities.
Finance Act, 1940, section 33 .. .. .	.. .. .	Validating payment of allowances to members of Parliament attending Select Committees.

In my report of last year three cases were mentioned in which expenditure of public moneys was passed on receiving assurances from the Government that validating legislation would be introduced. This legislation has been passed and appears in—

- Statutes Amendment Act, 1939, sections 24-29, which validated expenditure incurred by the State Forests Department in connection with the tobacco-growing industry.
- Finance Act (No. 2), 1939, section 43, which validated payment to a member of Parliament visiting Australia.
- Finance Act (No. 2) 1939, section 7, which validated an additional payment in respect of an increase in the price for cheese manufactured during the 1937-38 season.



### Audit of War Expenses.

New Zealand's participation in the Empire's war effort has necessarily resulted in increased work and responsibilities for the Audit Office.

In view of the extreme urgency of the work of erecting and equipping the mobilization bases and training camps, both for land and air forces, the normal procedure of calling for tenders for the carrying-out of the work was found by the Public Works Department to be impracticable, and the Hon. the Minister of Public Works approved the system of the letting of contracts on a "cost plus" basis. The "cost plus" contract system was a feature of armament expenditure in the United Kingdom and in the United States of America during the war of 1914-18.

Under the New Zealand system contractors are reimbursed for proved expenditure, and receive an additional percentage designed to cover general overhead and to return some margin of profit.

The Audit Office agreed to check before settlement all claims made by the contractors under this system, and this service entailed considerable urgent work on the part of my Inspectors.

Some little time after the commencement of work on "cost plus" contracts the Public Works Department prepared a standard contract form which was drawn to embody the conditions verbally conveyed to contractors by Public Works Engineers. Several groups of contractors declined to sign the contract documents, claiming that the contracts did not coincide with their impressions of the position, and that they did not wish to prejudice their rights to maximum remuneration. This attitude led to disputes during the settlement of claims and several of the "cost plus" contracts when settled had to carry a final on-cost considerably in excess of the originally intended  $7\frac{1}{2}$  per cent. The intervention of Audit before payment resulted in substantial savings of public moneys, and contractors' claims in respect of one mobilization camp alone were, due substantially to Audit action, reduced by more than £8,000.

Special Audit sections have been established for the purpose of auditing the pay and allowances due in New Zealand to army and air force personnel and the allotments and allowances due to their dependants. This work may be expected to increase with the formation of successive echelons and reinforcements and, in view of the large staffs that would be required for a complete and detailed check, the Audit Office has been particularly concerned to formulate an audit programme that is adequate without being elaborate.

To facilitate the audit of pay and allowances due to officers and men of the New Zealand Expeditionary Forces overseas, and of other war expenditure incurred by the New Zealand forces abroad, it was arranged to set up an Audit section at the Overseas Base. Two officers have already been attached to the New Zealand Army and have left New Zealand with the Second Echelon, and the number will be increased as circumstances warrant. As regards these additional appointments it is hoped to be able, by mutual arrangement with the Army authorities, to fill them from members of the staff of the Audit Office who are already serving with the forces abroad. Experience in the war of 1914-18 illustrated the difficulties of auditing field expenditure from New Zealand and it is anticipated that an Audit branch at the Overseas Base will remove many of the disabilities previously experienced. The Audit officers hold commissioned rank similar to the senior Audit officers attached to the Australian Overseas Base and although they are subject to Army disciplinary control, they remain under the complete control of the Audit Office as regards the execution of their duties.

Another duty arising from war activities required to be undertaken by the Audit Office is the audit of the receipt and issue of equipment and stores in the mobilization camps, training camps, and home-service depots.

The position in the mobilization camps as regards the accounting for equipment and stores has, I regret to state, been far from satisfactory, and my Inspectors are agreed that this is mainly due to the fact that for the performance of the work there is an absence of the required trained personnel.

It is, of course, readily understandable that the paramount desire of the responsible military officers was to equip the men and provide for them adequately in camp prior to their departure overseas, and that the matters of accounting for equipment and provisions were by the exigencies of the times forced into the background.

A proper control of the receipt and issue of military stores involves—(a) a sound stores-control system in the military establishments, and (b) a well-trained personnel to administer the system. If there is failure to meet either of these requirements the basis for an efficient stores audit is wanting, and the most that the Audit Office can do to effect a remedy is to report the circumstances to the responsible authority.

The Audit Office has kept the position constantly under the notice of the Treasury and the Defence Department, and I am pleased to be able to add that arrangements are in train for an Audit officer with long experience in stores work to be seconded to the Defence Department. His temporary duty will be not to engage in an audit, but to ensure that conditions prevail which will permit a satisfactory audit to be later carried out.

Other audits required to be carried out by the Audit Office in connection with the war relate to military canteens and the accounts of the National Patriotic Fund Board and Provincial Councils.

### **Departmental Balance-sheets.**

Parliamentary paper B.—1 [Pt. IV] for the financial year 1938–39 contains some one hundred and thirty revenue accounts and balance-sheets of Departments and institutions closely connected with governmental activities. All these balance-sheets and the supporting books—except those of the Reserve Bank, the State Advances Corporation, and the British Phosphate Commissioners—were audited by the Audit Office during 1939–40. The books and accounts in general were found to be satisfactorily kept.

Treasury has decided to discontinue the preparation of the State Income and Expenditure Account and State Balance-sheet until the conclusion of the war.

### **Audit of Public Stores.**

During the period under review Audit Inspectors examined some three hundred stores accounts in the offices and institutions of the following Government Departments: Prisons, Public Works, Health, Navy, Army, Air, Education, Marine, Mines, State Forest Service, Industries and Commerce, Tourist and Publicity, Mental Hospitals, Native, Railways, Lands and Survey, Internal Affairs, Transport, and Housing.

In addition, a continuous audit has been carried out of the various stores accounts of the New Zealand Division of the Royal Navy.

Owing to a substantial increase in the volume of stores transactions of the Army, Navy, and Air Departments and a shortage of trained staff it has not been possible to reduce outstanding work to any appreciable extent.

All matters arising from inspections and calling for comment were brought to the notice of the Departments concerned and the Treasury for appropriate action to be taken.

The inspections did not disclose any serious irregularities, and particulars of those which occurred are contained in the statement of "Irregularities in connection with Public Moneys and Stores," which is included in this report in accordance with the provisions of section 89 (2) of the Public Revenues Act, 1926.

### **Audit of Accounts of Local Authorities.**

I am pleased to be able to report that by continuous application of the full resources of the inspecting staff the position with regard to the auditing of local authorities' accounts is very satisfactory, and that in the majority of districts the work is well up to schedule.

During the year ten cases of disqualification of members of local authorities came under the notice of the Audit Office. Of this number, six were occasioned by members being concerned or interested in contracts made between them and their respective local authorities in excess of the limits set out in section 3 of the Local Authorities (Members' Contracts) Act, 1934. The remaining four cases were of members holding an office or place of profit under or in the gift of the local authorities of which they were members. In the case of one disqualification under the provisions of section 3 referred to above, the Audit Office took proceedings under section 5 of the Local Authorities (Members' Contracts) Act, 1934, against the member concerned for continuing to act as a member while disqualified under section 3, and the Court imposed a fine of £20, with costs.

Four cases of misappropriation of funds by local-body officials during the year were investigated by the Audit Office. The total sum involved was £686 16s., the major portion of this being in respect of one defalcation amounting to £637 11s.

The Audit Office has received several communications from local-body officers in which they state that new awards in force require wages of employees to be paid at short intervals. Moneys to meet the wages payments must be drawn from the bank account of the local authority concerned, and the local-body officers state that it is frequently difficult and inconvenient to obtain the signatures of members to cheques drawn between regular meetings.

Most local authorities are given authority in their respective governing statutes to establish Imprest Accounts, which do not require members' signatures to the cheques drawn thereon, but in practically every case the expenditure which may be made therefrom is limited to "casual wages and emergency expenditure," so that it would not be in order to meet regular wages bills out of imprest-moneys. The difficulties which are being experienced are appreciated by the Audit Office, and it proposes to recommend in the proper quarter that the wording of the various statutes be amended so as to include all wages in the definition of expenditure which may be made from Imprest Account.

The work of Audit Inspectors during the year disclosed two cases in which County Councils made unjustified claims on public moneys, and received payment in respect of those claims. In the first case claims were made for subsidy on works which had not been carried out at the date the claims were made, and in respect of which payments from the Public Works Department were therefore not due. This resulted in a premature disbursement of public money, and the responsible County Council official was required to pay to the Public Account £149 18s. 4d. as representing interest on amounts prematurely disbursed. In the second case the County Council in making certain claims against the Public Works Department in respect of metal supplied did not give due credit for subsidies received from the Employment Fund. This resulted in an overclaim of some £2,700, and action regarding recovery of this amount is under way.

Schedule A below sets out the breaches of law relating to local authorities which the Audit Office dealt with during the year by suitable reference in its certificates to the accounts of the local authorities, and also, where necessary, by obtaining an adjustment of the accounts or a recovery of moneys unlawfully expended. Matters which, although not breaches of law on the part of local authorities, the Audit Office felt called upon to refer to in its certificates are set out in Schedule B. In certain cases, which are set out in Schedule C, an adjustment of the accounts or a recovery of moneys was asked for, but upon assurances being given by the local authorities that application would be made for the introduction of validating legislation the Audit Office agreed to withhold action on them. The necessary legislation has already been provided in respect of all these cases, with the exceptions of Awatere County Council and Lake Okataina Scenic Board.

*Schedule A.*

Agreements entered into without lawful authority .. .. .	3
Contracts of insurance with mutual insurance companies .. .. .	4
Depreciation in trading accounts, absence or inadequacy of charge for .. .. .	2
Disqualification of local-body members on account of breaches of law .. .. .	10
Employment-tax stamps not affixed at time of payment of wages or salary .. .. .	4
Expenditure without legal authority .. .. .	7
Expenditure by education authorities out of endowment income without approval of Minister ..	3
Expenditure by education authorities on break-up expenses, &c., without or in excess of approval of Minister .. .. .	4
Expenditure without approval of Minister as required by section 33 (8) (a), Education Act, 1914 (statutes reprint) .. .. .	2
Failure to provide for expenditure for year out of revenue .. .. .	36
Fidelity securities for staff, absence of .. .. .	2
Finance Act, 1931, section 20, moneys not dealt with in accordance with .. .. .	6
Harbours Act, 1923, section 68: Credit given without security for period in excess of that provided	3
Heavy-traffic-license fees not collected in respect of farmers' motor-lorries .. .. .	4
Hospitals and Charitable Institutions Act, 1926, section 75 (3): Approval of Minister not obtained to capital expenditure .. .. .	2
Hospitals and Charitable Institutions Act, 1926, section 85 (h): Approval of Minister not obtained to grants made under .. .. .	3
Interest paid from date prior to date of receipt of loan-moneys .. .. .	6
Investments contrary to law .. .. .	5
Local Bodies' Loans Act, 1926, offences under—	
(a) Loan-moneys expended on purposes other than those authorized in loan proposals .. .. .	10
(b) Loan-moneys not placed in separate bank account .. .. .	6
(c) Sinking funds not established and instalments in arrear .. .. .	1
(d) Bridge rate not banked in separate bank account .. .. .	1
(e) Miscellaneous .. .. .	1
Moneys not banked as required by law .. .. .	7
Overdrafts without or in excess of statutory authority .. .. .	34
Purchase on terms or by instalments, and payment of interest thereon .. .. .	6
Rate-book or minute-book not signed as required by law .. .. .	3
Rates, dues, fees, &c., not levied or collected according to law .. .. .	19
Refunds, rebates, or remissions contrary to law .. .. .	3
Reserves for depreciation, &c., not invested .. .. .	4
Separate accounts established without lawful authority .. .. .	11
Transactions incorrectly included in accounts .. .. .	1
Transactions not included in accounts .. .. .	1
Travelling expenses and allowances in excess of or without statutory authority .. .. .	4
Trust-moneys wrongly applied, and other breaches of trustee law .. .. .	3
“Unauthorized expenditure” in excess of legal limits .. .. .	4
Unlawful transfers between accounts and charging of amounts to wrong accounts .. .. .	4
Miscellaneous .. .. .	11
Domain Boards, Scenic Boards, miscellaneous Boards, under Part I of the Public Reserves, Domains, and National Parks Act, 1928, &c.—	
(a) Borrowing without authority of law and unlawful payment of interest .. .. .	20
(b) Breaches of trustee law .. .. .	1
(c) Charging fees for camping-sites and/or parking-places without approval of Minister .. .. .	10
(d) Expenditure without statutory authority .. .. .	22
(e) Failure to bank moneys as required by law .. .. .	40
(f) Granting of leases otherwise than in accordance with section 43, Public Reserves, Domains, and National Parks Act, 1928 .. .. .	2
(g) Reductions of rental without Ministerial approval .. .. .	5
(h) Miscellaneous .. .. .	4
Cemetery Trustees—	
(a) Borrowing without authority of law, and unlawful payment of interest .. .. .	2
(b) Expenditure without statutory authority .. .. .	1
(c) Failure to keep a Register of Burials as required by law .. .. .	5
(d) Failure to bank as required by law .. .. .	17
(e) Miscellaneous .. .. .	2

*Schedule B.*

Cheques signed in blank form .. .. .	2
Excessive sundry debtors, laxity in collecting rates, &c. .. .. .	4
Inability to certify wholly to accounts owing to destruction of records by fire, &c. .. .. .	2
Liabilities not included in accounts .. .. .	1
Payments unsupported by receipts and/or vouchers .. .. .	20
Profit and Loss Account: Balance incorrectly stated .. .. .	3
Receipts and other items not verified owing to inadequacy or non-production of supporting evidence .. .. .	9
Stores on hand accepted on the certificates of officers without supporting stores records .. .. .	6
Unsatisfactory system of accounts—	
(a) Financial .. .. .	9
(b) Stores .. .. .	7
Miscellaneous .. .. .	6

## Schedule C.

Arthur Pass National Park Board ..	Unlawful payment of bonus to contractor.
Awatere County Council ..	Issue of debentures after expiration of period stipulated by the Order in Council consenting to the raising of the loan.
Coromandel County Council ..	" Unauthorized " expenditure limit exceeded by £16 19s. 11d.
Ellesmere Land Drainage Board ..	Raising a loan on terms other than those authorized by the consenting Order in Council.
Kaitangata Borough Council ..	" Unauthorized " expenditure limit exceeded by reason of expenditure incurred in connection with borough jubilee celebrations.
Lake Okataina Scenic Board ..	Rentals in respect of lease of portion of reserve retained by the Board instead of being paid into Public Account.
Mount Roskill Road Board ..	" Unauthorized " expenditure exceeded by £50 5s. 9d.
Nelson Hospital Board ..	Payment by the Board of £1,000 to nurses as compensation for their personal effects destroyed by fire.
Wellington Hospital Board ..	Advances unlawfully made from the Centenary Block Loan 1937-40 Account to other loan accounts.

## Surcharges.

Section 69 of the Public Revenues Act, 1926, requires the Controller and Auditor-General to issue a surcharge in every case where it appears to him that a loss of public moneys or stores may be due to negligence, fraud, or error. He is similarly required to surcharge any person who fails to comply with the Acts and regulations governing the receipt, custody, and proper application of public moneys or stores.

During the year ended 31st March, 1940, the Audit Office issued the following surcharges, no fewer than nine resulting from accidents to departmental motor-vehicles:—

Department.	Number of Officers surcharged.	Number of Surcharges.	Amount.
			£ s. d.
Air .. .. .	4	2	29 18 11
Health .. .. .	1	1	19 13 8
Labour .. .. .	3	3	54 11 7
Lands and Survey .. .. .	1	1	14 9 1
Marine .. .. .	1	1	5 15 3
Post and Telegraph .. .. .	2	2	16 3 9
Public Works .. .. .	2	2	143 10 1
Transport .. .. .	2	2	9 1 0
	16	14	293 3 4

Section 71 of the Act provides that any person surcharged by the Audit Office may appeal to the Hon. the Minister of Finance, who may confirm or waive the surcharge in whole or in part. Each of the officers surcharged during the past financial year exercised his right of appeal, with the result that two surcharges were partially sustained and the balance waived. All surcharges issued on or before 31st March, 1940, have now been satisfied, and the appended table summarizes the Hon. the Minister's directions:—

Department.	Upon Appeal to Minister.		Total.
	Confirmed.	Waived.	
	£ s. d.	£ s. d.	£ s. d.
Air .. .. .		29 18 11	29 18 11
Health .. .. .		19 13 8	19 13 8
Labour .. .. .		54 11 7	54 11 7
Lands and Survey .. .. .		14 9 1	14 9 1
Marine .. .. .		5 15 3	5 15 3
Post and Telegraph .. .. .	1 0 0	15 3 9	16 3 9
Public Works .. .. .	50 0 0	93 10 1	143 10 1
Transport .. .. .		9 1 0	9 1 0
	51 0 0	242 3 4	293 3 4

### Statement of Irregularities in connection with Public Moneys and Stores.

The following statement of irregularities in connection with public moneys and stores is furnished in compliance with the terms of section 89 (2) (c) and (e) of the Public Revenues Act, 1926 :—

Defalcations on the part of departmental officers are, unfortunately, more numerous than those recorded in last year's report. The largest of these irregularities appears under the heading "Post and Telegraph Department" and occurred in a small post-office under the control of a non-permanent Postmistress. The circumstances of the theft were by no means unusual, and the theft was not the result of any defect in the accounting system. The irregularity shown in the statement as having occurred in the Public Works Department concerned the hiring of privately-owned lorries for purposes of transporting materials to be used on construction works. As the result of collusion between lorry-drivers and the Department's representative, times and quantities were inflated over a period of several weeks—a form of fraud which it is particularly difficult to detect. The irregularity which occurred in the Treasury Department took place in a District Office. The defalcation was of such a nature that discovery within a short period was certain, and no alteration in departmental procedure has been thought necessary. The irregularity in the Department of Industries and Commerce, Tourist and Publicity took the form of misappropriation of the proceeds of railway ticket and other similar sales, and was also of a nature which could not long escape detection.

From the foregoing comments it is evident that no major defalcation has been facilitated by weakness in departmental systems, but the Audit Office is constantly on the watch to guard against the possibility of loss through laxity or through lack of appreciation of the benefits of internal checks.

The Audit Office commented in its previous report upon the advantages of requiring periodical certificates from officers responsible for the maintenance of efficient systems of internal check, and although considerable progress has already been made I hope to secure an extension of these benefits at an early date.

#### STATEMENT.

Nature of Irregularity.	Amount involved.	Action taken, and Result.
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#### Agriculture Department.

##### IRREGULARITY BY PERSON NOT A DEPARTMENTAL OFFICER.

	£	s.	d.	
Theft of sheep .. .. .	66	10	0	Police investigations unsuccessful.

#### Air Department.

##### IRREGULARITY BY PERSON NOT A DEPARTMENTAL OFFICER.

Loss of boots .. .. .	17	1	8	Police investigations unsuccessful.
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#### Army Department.

##### IRREGULARITIES BY DEPARTMENTAL OFFICERS.

Misappropriation of departmental moneys (£2 2s. 10d.) and theft of stores	..	..	..	Offender deceased. Police inquiries <i>re</i> missing rifle unsuccessful.
Theft of stores .. .. .	15	8	0	Offender convicted and placed on probation for one year. Part recovery effected.
Manipulation of Stores Accounts .. .. .	5	15	7	Offender called upon to pay the amount.
Attempt to remove stores .. .. .	Not stated	..	..	Police notified. Stores recovered.

##### IRREGULARITIES BY PERSONS NOT DEPARTMENTAL OFFICERS.

Theft of stores .. .. .	16	10	3	Police investigations not yet complete.
Theft of machine guns and accessories	130	10	0	Offender sentenced to three years' reformatory detention. Part recovery made.
Theft of arms .. .. .	11	7	3	Police investigation unsuccessful.
Theft of stores .. .. .	Not stated	..	..	Police investigations not yet complete.
Theft of rations .. .. .	Not stated	..	..	Offender fined £10 and ordered to make restitution.
Overpayment of camp pay; false statement regarding repayment	6	7	3	Offender admitted to probation for six months or until such time as he might be called up.

#### Education Department.

##### IRREGULARITY BY PERSON NOT A DEPARTMENTAL OFFICER.

Theft of stores .. .. .	0	12	11	Police investigation unsuccessful.
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**STATEMENT—continued.**

Nature of Irregularity.	Amount involved.	Action taken, and Result.
<b>Department of Industries and Commerce, Tourist and Publicity.</b>		
IRREGULARITY BY OFFICER ON LOAN FROM RAILWAYS DEPARTMENT.		
	£ s. d.	
Misappropriation of departmental moneys ..	219 14 2	Offender sentenced to twelve months' reformatory detention. £149 10s. 2d. recovered from superannuation contributions.
<b>Labour Department.</b>		
IRREGULARITY BY A DEPARTMENTAL OFFICER.		
Failure to account for departmental moneys ..	8 14 8	Offender admitted to probation for two years. Restitution being made.
IRREGULARITY BY PERSON NOT A DEPARTMENTAL OFFICER.		
Failure to account for departmental moneys ..	13 10 0	Departmental investigations proceeding.
<b>Lands and Survey Department.</b>		
IRREGULARITY BY A DEPARTMENTAL OFFICER.		
Misappropriation of departmental moneys ..	27 19 6	Offender since deceased. Full recovery made by way of deduction from salary due and payment under fidelity guarantee policy.
<b>Mines Department.</b>		
IRREGULARITY BY PERSON NOT A DEPARTMENTAL OFFICER.		
Theft of benzine .. .. .	1 14 0	Police investigation unsuccessful.
<b>Post and Telegraph Department.</b>		
IRREGULARITIES BY DEPARTMENTAL OFFICERS.		
Theft of letters and cash .. .. .	58 13 7	Offender placed on probation for eighteen months and ordered to make restitution.
Loss of cash .. .. .	4 6 8	Officer responsible called upon to make good the amount.
Theft of cash .. .. .	10 4 9	Offender admitted to probation for eighteen months and ordered to make restitution.
Loss of cash .. .. .	5 0 0	Departmental inquiries unsuccessful. Loss to Department, £5.
Misappropriation of departmental moneys ..	23 12 10	Offender sentenced to probation for two years. Full restitution has been made.
Misappropriation of departmental moneys ..	360 2 0	Offender sentenced to three months' imprisonment, £100 being recovered and a further £100 being recovered under fidelity guarantee bond.
Misappropriation of departmental moneys ..	33 0 0	Offender admitted to probation for three months conditionally upon restitution of the sum being made. No loss to Department.
Loss of registered letters .. .. .	12 5 0	Police investigations unsuccessful. £12 paid by way of compensation to the senders. Officer in charge called upon to pay the sum of £2.
Theft of mail .. .. .	82 12 6	Offender placed on probation for twelve months and ordered to make restitution of the bank-notes stolen, £27 10s. 9d. No loss to Department.
IRREGULARITIES BY PERSONS NOT DEPARTMENTAL OFFICERS.		
Attempted fraudulent withdrawal from Post Office Savings-bank	6 0 0	Offender sentenced to two years' reformatory detention.
Theft of cash .. .. .	17 17 7	Offender admitted to probation for three years and ordered to make full restitution.
Theft of paid postal notes .. .. .	1 7 6	Police investigations unsuccessful. No loss to Department.
Loss of mail-bag and contents .. .. .	Not stated	Police investigations unsuccessful. Loss to Department £4 in respect of compensation to senders of registered letters.
Theft of remittance .. .. .	370 0 0	Police investigations unsuccessful. £250 recovered. Loss to Department, £120.
Theft of stores by burglars .. .. .	0 16 11	Police investigations unsuccessful.
Theft of cash and stamps by burglars ..	183 2 8	Police investigations unsuccessful.
Theft of cash .. .. .	0 17 0	Police investigations unsuccessful. Amount made good by officer responsible. No loss to Department.

**STATEMENT—continued.**

Nature of Irregularity.	Amount Involved.	Action taken, and Result.
<b>Post and Telegraph Department—continued.</b>		
IRREGULARITIES BY PERSONS NOT DEPARTMENTAL OFFICERS—continued.		
	£ s. d.	
Theft of mail by burglars .. .. .	0 10 0	Police investigations unsuccessful. Amount made good by departmental officer responsible. No loss to Department.
Theft of tools .. .. .	1 2 8	Police investigations unsuccessful.
Theft of mail .. .. .	Not stated	Police investigations unsuccessful.
Theft of stamps, cash, and unissued postal notes by burglars	89 4 11	Five offenders were apprehended and sentenced to varying terms of imprisonment. Loss to Department, £89 4s. 11d.
Receiving and uttering cheque stolen from Post Office	21 14 0	Offender sentenced to eighteen months' imprisonment with hard labour.
Loss of remittance from mail .. .. .	27 0 0	Police investigations unsuccessful. Loss to Department, £27.
Theft of stamps and postal packets by burglar	19 9 8	Offender convicted and sentenced to twelve months' imprisonment.
Theft of cash and stamps by burglars .. .. .	13 12 6	Police investigations not yet complete.
Fraudulent withdrawal from Post Office Savings-bank	30 0 0	Offender placed on probation for three years and ordered to make full restitution.
Thefts of cash .. .. .	1 15 0	Three offenders admitted to probation for two years. No loss to Department.
Loss of mail-bag and contents .. .. .	Not stated	Police investigations unsuccessful. Loss to Department £2 in respect of compensation to senders of registered letters.
Theft of cash by burglar .. .. .	29 1 8	Offender sentenced to nine months' imprisonment for receiving £5 bank-note, knowing it to have been stolen. Loss to Department, £24 1s. 8d.
Theft of drills .. .. .	Not stated	Police investigations unsuccessful.
Theft of mail bags .. .. .	Not stated	Offender sentenced to three years' reformatory detention. He was also sentenced to seven years' probation on other charges.
Theft of cash .. .. .	8 1 0	Offender ordered to come up for sentence if called upon within twelve months, and an order for restitution was made by the Court.
Theft of motor-spirit .. .. .	0 16 0	Offender convicted and fined £2, and ordered to make restitution of 16s. No loss to Department.
Fraudulent withdrawal from Post Office Savings-bank	17 0 0	Offender convicted on charges of forgery and uttering and was admitted to probation for two years. An order for restitution was made by the Court.
Theft of mail .. .. .	2 0 0	Charge dismissed. Loss to Department £2 in respect of compensation to sender of registered letter.
Theft of cash and stamps by burglars .. .. .	99 7 4	Police investigations unsuccessful.
Theft of cash .. .. .	18 18 10	Police investigations unsuccessful.
Fraudulent withdrawal from Post Office Savings-bank	5 0 0	Offender convicted on various charges and ordered to be placed on probation for three years and to make restitution. No loss to Department.
Loss of mail-bag from mail-service vehicle submerged when crossing river	27 10 0	Police search unsuccessful. Loss to Department £2 in respect of compensation to sender of registered letter and £25 10s. remittance in banknotes by postmaster.
Theft of cash, mail, and documents .. .. .	Not stated	Police investigations not yet complete.
Pillage of mails .. .. .	Not stated	Police investigations unsuccessful. No loss to Department.
Thefts from public-call boxes and stamp-vending machines	74 14 8	Police investigations in one case resulted in two offenders being convicted and these were ordered by the Court to make restitution of the amount involved, £3 6s. 1d. Other recoveries of cash totalled 3s. 3d., and equipment valued at 12s. 1d. was recovered.

**Printing and Stationery Department.**

## IRREGULARITIES BY PERSONS NOT DEPARTMENTAL OFFICERS.

Theft of silver nitrate .. .. .	2 10 0	Police investigations unsuccessful.
Loss of wages .. .. .	11 11 6	Police investigations unsuccessful. Amount made good by departmental officer responsible.

**Public Works Department.**

## IRREGULARITIES BY DEPARTMENTAL OFFICERS.

Misappropriation of departmental moneys .. .. .	27 2 1	Offender sentenced to three months' hard labour. Restitution made.
Retention of pay envelope .. .. .	8 6 0	Officer dismissed the service. No loss to Department.
Irregularities in payment of lorry hire .. .. .	250 13 0	A police investigation is proceeding.

**Railways Department.**

## IRREGULARITIES BY DEPARTMENTAL OFFICERS.

Theft of benzine .. .. .	Not stated	Offender convicted and fined £3.
Failure to issue ticket to passenger when fare collected	0 2 2	Offender dismissed the service. Amount recovered.
Theft of passenger tickets .. .. .	0 10 6	Offender dismissed the service and police notified. Restitution made.



## STATEMENT—continued.

Nature of Irregularity.	Amount Involved.	Action taken, and Result.
<b>Railways Department—continued.</b>		
IRREGULARITIES BY DEPARTMENTAL OFFICERS—continued.		
	£ s. d.	
Theft of materials from workshop .. .. .	1 16 6	Offender convicted and fined £5. Materials recovered.
Theft of building materials .. .. .	45 6 9	Offender admitted to probation for one year. Materials recovered.
Failure to account for departmental moneys .. .. .	1 4 3	Services dispensed with and police notified. Full restitution made.
Attempted theft of property .. .. .	Not stated	Offender dismissed the Service.
Theft of wages .. .. .	34 13 8	Offender admitted to probation for eighteen months and ordered to refund the amount.
Withholding of Social Security instalments .. .. .	1 0 0	Offender dismissed the Service. Amount has since been accounted for.
Theft of postal notes and publications .. .. .	1 0 0	Offender convicted and placed on probation for twelve months and ordered to make restitution of the amount.
Theft of cash .. .. .	1 19 6	Charge dismissed. Officer responsible required to make good the amount.

IRREGULARITIES BY PERSONS NOT DEPARTMENTAL OFFICERS.		
Theft of cash .. .. .	2 7 9	Police investigations unsuccessful.
Theft of cash .. .. .	18 18 9	Police investigations unsuccessful.
Theft of cash by burglars .. .. .	3 4 0	One offender sentenced to reformative detention for a year and a half. The other was placed on probation for two years, ordered to pay costs, and make restitution.
Theft of cash by burglars .. .. .	1 18 9	Police investigations unsuccessful.
Theft of cash by burglars .. .. .	0 10 0	Police investigations not yet complete.
Theft of toilet requisites and cash by burglars .. .. .	Not stated	Police investigations unsuccessful.

**State Advances Corporation : Housing Construction Branch.**

IRREGULARITIES BY DEPARTMENTAL OFFICERS.		
Misappropriation of departmental moneys .. .. .	15 0 0	Offender sentenced to two months' imprisonment. Loss to Department, £5 2s. 5d.
Loss of departmental moneys .. .. .	1 10 0	Police investigations not yet complete.

IRREGULARITY BY PERSON NOT A DEPARTMENTAL OFFICER.		
Wages obtained by fraud .. .. .	0 18 8	Police investigations not yet complete. Amount has been made good by officer responsible.

**State Fire Insurance Department.**

IRREGULARITY BY A DEPARTMENTAL OFFICER.		
Misappropriation of departmental moneys .. .. .	7 0 6	Offender convicted and ordered to come up for sentence within twelve months if called on, and ordered to repay the amount involved. Restitution has since been made.

**Social Security Department.**

IRREGULARITY BY A DEPARTMENTAL OFFICER.		
Failure to account for departmental moneys .. .. .	0 10 0	Restitution made. Officer's suspension from duty followed by resignation.

IRREGULARITIES BY PERSONS NOT DEPARTMENTAL OFFICERS.		
One thousand six hundred and sixty-four cases in which recipients of relief or of unemployment or other benefits have obtained moneys in excess of scale rates by failing to disclose material particulars of their circumstances or by making false statements to the Labour Department or to the Social Security Department .. .. .	13,195 6 11	Proceedings instituted in sixteen cases involving £831 19s. 4d. resulted in fifteen convictions being entered. Fines totalled £99 6s. 9d., costs amounted to £8 1s., and restitution of £15 7s. 6d. was ordered by the Court. One offender was sentenced to a term of imprisonment as well as being fined. Full restitution was made in the case where no conviction was entered. There were 1,648 ordinary cases involving the sum of £12,223 7s. 7d., and, except in a few instances, refunds are being obtained. In four cases penalties were imposed under section 71 (2) of the Social Security Act, 1938, and these amounted to £18 19s.

**Transport Department.**

IRREGULARITY BY PERSON NOT A DEPARTMENTAL OFFICER.		
Theft of stores .. .. .	1 0 0	Police investigations not yet complete.

**Treasury Department.**

IRREGULARITY BY A DEPARTMENTAL OFFICER.		
Misappropriation of moneys received in payment of income-tax .. .. .	230 3 1	Police notified. Where name of offender unknown. Recovery of £22 7s. has been made from superannuation contributions.

**SCHEDULE OF IMPERFECT VOUCHERS PASSED BY THE AUDIT OFFICE, UNDER  
AUTHORITY OF SECTIONS 73 AND 75, PUBLIC REVENUES ACT, 1926.**

Department and Particulars.	Reason.	Amount.	Total Amount.	
<b>Agriculture.</b>				
Refund of amount overpaid for publications .. .. .	Receipts unobtainable .. .. .	£ s. d. 1 13 9	£ s. d. 48 1 5	
Purchase of show exhibits .. .. .	Receipts unobtainable .. .. .	1 5 11		
Purchase of stationery, &c. .. .. .	Receipts unobtainable .. .. .	2 17 6		
Travelling-expenses .. .. .	Receipts unobtainable .. .. .	42 4 3		
<b>Air.</b>				
Toll calls .. .. .	Receipts unobtainable .. .. .	0 16 0	8 12 16	
Travelling-expenses .. .. .	Receipts unobtainable .. .. .	7 16 10		
<b>Army.</b>				
Refund of amount overpaid .. .. .	Receipts unobtainable .. .. .	0 3 6	24 1 11	
Travelling-expenses .. .. .	Receipts unobtainable .. .. .	11 3 3		
Wages .. .. .	Receipts unobtainable .. .. .	12 15 2		
<b>Customs.</b>				
Travelling-expenses of official representative travel- ing in Canada and the United States of America .. .. .	Receipts unobtainable .. .. .	214 18 5	218 13 5	
Travelling-expenses .. .. .	Receipts unobtainable .. .. .	3 15 0		
<b>Education.</b>				
Wages .. .. .	Receipts unobtainable .. .. .	104 17 7	104 17 7	
<b>External Affairs.</b>				
Wages .. .. .	Receipts unobtainable .. .. .	0 8 10	0 8 10	
<b>Health.</b>				
Freight charges .. .. .	Receipts unobtainable .. .. .	0 19 9	29 17 9	
Repairs to motor-car damaged in collision with departmental car .. .. .	Receipts unobtainable .. .. .	28 18 0		
<b>Industries and Commerce, Tourist and Publicity.</b>				
Fees, Bureau of Industry .. .. .	Voucher lost .. .. .	39 7 6	117 1 6	
Purchase of office fittings .. .. .	Receipt unobtainable .. .. .	2 1 5		
Purchase of badges .. .. .	Receipt unobtainable .. .. .	50 0 0		
Purchases in respect of price investigation tribunal	Receipt unobtainable .. .. .	3 3 9		
Travelling-expenses .. .. .	Receipt unobtainable .. .. .	13 18 10		
Wages .. .. .	Receipt unobtainable .. .. .	8 10 0		
<b>Internal Affairs.</b>				
Hire of hall .. .. .	Receipt unobtainable .. .. .	0 15 0		89 6 9
Purchase of publications .. .. .	Receipt unobtainable .. .. .	0 13 9		
Travelling-expenses .. .. .	Receipt unobtainable .. .. .	87 18 0		
<b>Justice and Prisons.</b>				
Payment of maintenance .. .. .	Receipt unobtainable .. .. .	0 10 1	1 0 1	
Payment of prisoner's earnings .. .. .	Receipt unobtainable .. .. .	0 10 0		
<b>Land and Income Tax.</b>				
Refund of employment charge .. .. .	Receipt unobtainable .. .. .	0 9 10	0 9 10	
<b>Lands and Survey.</b>				
Travelling-expenses .. .. .	Receipt unobtainable .. .. .	5 14 10	5 14 10	
<b>National Commercial Broadcasting.</b>				
Cost of cables .. .. .	Receipt unobtainable .. .. .	0 19 7	39 13 1	
Travelling-expenses .. .. .	Receipt unobtainable .. .. .	38 13 6		
<b>Police.</b>				
Travelling-expenses .. .. .	Receipt unobtainable .. .. .	6 19 9	6 19 9	
<b>Post and Telegraph.</b>				
Purchase of stores .. .. .	Vouchers lost .. .. .	186 14 10	190 0 6	
Wages .. .. .	Vouchers lost .. .. .	3 5 8		
<b>Primary Products Marketing.</b>				
Travelling-expenses .. .. .	Receipts unobtainable .. .. .	5 9 0	5 9 0	
<b>Public Trust.</b>				
Distribution of estates .. .. .	Voucher lost .. .. .	7 0 0	157 5 4	
Distribution of estates .. .. .	Receipt unobtainable .. .. .	145 0 0		
Petty expenses .. .. .	Voucher lost .. .. .	4 5 4		
Travelling-expenses .. .. .	Receipts unobtainable .. .. .	1 0 0		
<b>Public Works.</b>				
Cost of cables .. .. .	Receipts unobtainable .. .. .	0 7 5	91 12 3	
Freight and cartage .. .. .	Voucher lost .. .. .	42 3 10		
Purchase of stores .. .. .	Voucher lost .. .. .	32 17 0		
Purchase of publications .. .. .	Receipt unobtainable .. .. .	0 9 2		
Refund overpaid fees .. .. .	Receipt unobtainable .. .. .	0 2 0		
Stamp duty Fiji .. .. .	Receipt unobtainable .. .. .	0 11 3		
Travelling-expenses .. .. .	Receipt unobtainable .. .. .	8 5 0		
Wages .. .. .	Receipt unobtainable .. .. .	6 16 7		

**SCHEDULE OF IMPERFECT VOUCHERS PASSED BY THE AUDIT OFFICE, UNDER  
AUTHORITY OF SECTIONS 73 AND 75, PUBLIC REVENUES ACT, 1926** *-continued.*

Department and Particulars.	Reason.	Amount.	Total Amount.
<b>Railways.</b>			
Cost of letter of indemnity .. .. .	Receipts unobtainable .. .. .	£ s. d. 0 16 0	
Purchase of stationery .. .. .	Voucher lost .. .. .	0 19 10	
Wages .. .. .	Receipts unobtainable .. .. .	10 2 9	
			11 18 7
<b>Scientific and Industrial Research.</b>			
Purchase of publications .. .. .	Receipts unobtainable .. .. .	4 2 4	
			4 2 4
<b>Social Security.</b>			
Pension payment .. .. .	Receipt unobtainable .. .. .	3 5 9	
Pension payment .. .. .	Voucher lost .. .. .	4 4 7	
Travelling-expenses .. .. .	Receipt unobtainable .. .. .	1 8 4	
			8 18 8
<b>Transport.</b>			
Payment of witnesses' expenses .. .. .	Receipt unobtainable .. .. .	0 7 8	
Travelling-expenses .. .. .	Receipt unobtainable .. .. .	0 10 0	
			0 17 8
			<b>£1,165 3 11</b>

### Retirement of Controller and Auditor-General.

Mr. J. H. Fowler retired from the position of Controller and Auditor-General on the 31st August, 1939, after forty-two years in the service of the State.

Mr. Fowler spent the whole of his official career in the Audit Department, which he joined as a cadet, and he will be specially remembered as being the first Controller and Auditor-General to be appointed to that position from within the ranks of the Department itself.

### Staff.

My predecessors have regularly expressed in their annual reports to Parliament their appreciation of the assistance they have received from the staff of the Audit Department, and I in my turn wish to acknowledge here the value of the services rendered by the inspecting and examining officers attached to my Department and the increased effort being put forward by them to cope with the extra work arising from war conditions.

The Audit Department has lost 10 per cent. of its staff to the armed Forces, and a number of the remaining officers have enlisted and now await mobilization orders.

This response on the part of the staff to the nation's call, resulting in the loss of so many of the trained members of the Audit staff, has placed a severe strain upon the structure of the Department. To some extent I anticipate that temporary staff may be utilized to augment the reduced Audit personnel, and the strain will to a further extent be met by a carefully planned reduction in the amount of the detail check hitherto imposed.

In concluding my report I wish specially to refer to the valuable assistance which I have received from the Law Officers of the Crown and I also wish to thank departmental heads for the manner in which they have received and acted upon representations made to them by the Audit Office.

CYRIL G. COLLINS,  
Controller and Auditor-General.

Audit Office, Wellington, 31st July, 1940.

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## APPENDIX.

STATEMENT OF SUMS IRRECOVERABLE BY THE CROWN, AND VALUE OF STORES, ETC., IN RESPECT OF WHICH AUDIT CONCURRENCE HAS BEEN GIVEN FOR THE WRITING-OFF AND DISCHARGE FROM THE PUBLIC ACCOUNT SINCE LAST REPORT.

Department and Particulars.	Reason for writing off.	Value of Stores.			Cash.		
		£	s.	d.	£	s.	d.
<i>Agriculture.</i>							
Value of stores .. .. .	Lost, broken, deficient, unserviceable, and destroyed by fire	196	9	6	..	..	..
Value of stores .. .. .	Stolen .. .. .	0	18	8	..	..	..
Value of publications .. .. .	Gratuitously issued .. .. .	166	0	6	..	..	..
Value of live-stock .. .. .	Issued for research .. .. .	1	6	0	..	..	..
Value of live-stock .. .. .	Died, and deficient .. .. .	2,886	15	8	..	..	..
Grading fees .. .. .	Irrecoverable .. .. .	..	..	..	..	..	0 14 10
Postages .. .. .	Irrecoverable .. .. .	..	..	..	..	..	0 1 9
Repairs to cars damaged in accidents .. .. .	Nugatory expenditure .. .. .	..	..	..	..	..	13 5 0
<i>Audit.</i>							
Value of stores .. .. .	Deficient and unserviceable .. .. .	2	7	2	..	..	..
<i>Census and Statistics.</i>							
Value of stores .. .. .	Unserviceable .. .. .	1	17	7	..	..	..
<i>Customs.</i>							
Value of stores .. .. .	Unserviceable and obsolete .. .. .	4	16	3	..	..	..
<i>Education.</i>							
Value of stores .. .. .	Lost, broken, deficient, and unserviceable	80	6	1	..	..	..
Value of live-stock .. .. .	Died .. .. .	2	8	2	..	..	..
Maintenance orders .. .. .	Debtors unfinancial and untraceable .. .. .	..	..	..	4,506	3	3
Travelling expenses, fares .. .. .	Irrecoverable .. .. .	..	..	..	..	..	13 11 9
<i>External Affairs.</i>							
New Zealand Reparation Estates, value of buildings and plant .. .. .	Loss on realization .. .. .	8,027	13	2	..	..	..
<i>Health.</i>							
Value of stores .. .. .	Lost, broken, deficient, unserviceable, obsolete, and destroyed by fire	468	6	9	..	..	..
Value of stores .. .. .	Stolen .. .. .	1	13	3	..	..	..
Value of Fordson tractor .. .. .	Loss on realization .. .. .	33	10	10	..	..	..
Dental treatment .. .. .	Debtor unfinancial .. .. .	..	..	..	..	..	0 5 0
Fumigation charges .. .. .	Debtor unfinancial .. .. .	..	..	..	..	..	0 3 6
Maintenance and treatment .. .. .	Debtor unfinancial .. .. .	..	..	..	4,316	2	8
Overpayment of salary .. .. .	Irrecoverable .. .. .	..	..	..	..	..	4 2 6
Repairs to cars damaged in accidents .. .. .	Nugatory expenditure .. .. .	..	..	..	..	..	100 4 11
<i>Housing.</i>							
Rents and instalments, principal, &c. .. .. .	Debtors unfinancial and arrears remitted by State Advances Corporation Board	..	..	..	3,854	13	7
<i>Industries and Commerce, Tourist and Publicity.</i>							
Value of stores .. .. .	Lost, broken, deficient, unserviceable, and loss on realization	1,750	3	0	..	..	..
Value of horse .. .. .	Died .. .. .	30	0	0	..	..	..
Value of live-stock .. .. .	Died and deficient .. .. .	82	6	11	..	..	..
Value of photographs .. .. .	Gratuitously issued .. .. .	1	5	0	..	..	..
Value of buildings .. .. .	Loss on demolition .. .. .	175	12	0	..	..	..
Value of tractor .. .. .	Loss on realization .. .. .	57	0	0	..	..	..
Value of launch .. .. .	Loss on realization .. .. .	15	0	0	..	..	..
Value of outboard motor-engine .. .. .	Loss on realization .. .. .	14	0	0	..	..	..
Value of Chateau kitchen equipment .. .. .	Unserviceable .. .. .	339	6	0	..	..	..
Accommodation charges, Chateau Tongariro .. .. .	Debtors untraceable .. .. .	..	..	..	..	..	15 9 3
Advertising, publications, &c. .. .. .	Irrecoverable .. .. .	..	..	..	..	..	1 4 2
Fees, Industrial Efficiency Act .. .. .	Waived by the Minister .. .. .	..	..	..	..	..	6 0 0
Sales of electric energy .. .. .	Remitted by the Minister .. .. .	..	..	..	..	..	12 12 11
Sanatorium fees .. .. .	Debtors unfinancial .. .. .	..	..	..	..	..	122 10 6
<i>Internal Affairs.</i>							
Value of stores .. .. .	Lost, broken, deficient, destroyed by fire, and loss on realization	6	11	7	..	..	..
Value of stores .. .. .	Stolen .. .. .	22	18	4	..	..	..
Cost of rifle .. .. .	Debtor untraceable .. .. .	..	..	..	..	..	1 3 0
Passport fee .. .. .	Debtor untraceable .. .. .	..	..	..	..	..	1 0 0
Repairs to cars damaged in accidents .. .. .	Nugatory expenditure .. .. .	..	..	..	..	..	2 0 0
Sales of skins, &c. .. .. .	Irrecoverable .. .. .	..	..	..	..	..	7 2 6
Stranded New-Zealanders: Advances .. .. .	Irrecoverable .. .. .	..	..	..	..	..	2 0 0
<i>Justice and Prisons.</i>							
Value of stores .. .. .	Lost, broken, deficient, unserviceable, and destroyed by fire	229	19	8	..	..	..
Value of stores .. .. .	Stolen .. .. .	22	15	10	..	..	..
Value of horse .. .. .	Died .. .. .	15	0	0	..	..	..
Value of live-stock .. .. .	Died, deficient .. .. .	1,826	10	7	..	..	..
Value of bricks .. .. .	Gratuitously issued .. .. .	16	15	0	..	..	..
Value of rail and tramway .. .. .	Loss on realization .. .. .	57	11	11	..	..	..
Value of cottage and buildings .. .. .	Loss on demolition .. .. .	250	19	2	..	..	..
Value of Orepuki Courthouse .. .. .	Loss on realization .. .. .	164	12	0	..	..	..
Fines and Court costs .. .. .	Debtors deceased .. .. .	..	..	..	..	..	22 3 0
Medical maintenance .. .. .	Debtors deceased .. .. .	..	..	..	..	..	0 15 0
Sales of produce, &c. .. .. .	Debtors unfinancial .. .. .	..	..	..	..	..	3 7 0
Stores, &c., donated to Health Camps .. .. .	Nugatory expenditure .. .. .	..	..	..	..	..	1 2 6

## STATEMENT OF SUMS IRRECOVERABLE BY THE CROWN, AND VALUE OF STORES, ETC.—continued.

Department and Particulars.	Reason for writing off.	Value of Stores.	Cash.
		£ s. d.	£ s. d.
<i>Labour.</i>			
Value of stores .. .. .	Lost, broken, and deficient, and loss on realization	266 9 10	..
Value of office furniture .. .. .	Loss on realization .. .. .	60 6 9	..
Value of Rotorua Bureau .. .. .	Loss on realization .. .. .	108 18 8	..
Value of buildings .. .. .	Loss on realization .. .. .	195 13 0	..
Value of motor-vehicle .. .. .	Loss on transfer .. .. .	96 6 1	..
Value of Humphreys Gully water-race	Loss on transfer to Mines Department ..	62,673 15 1	..
Advances, geophysical surveys .. .. .	Company in liquidation .. .. .	..	203 18 11
Advances, New Zealand Honey Control Board	Part payment accepted in full satisfaction	..	3,839 13 5
Compensation for loss of horse .. .. .	Nugatory expenditure .. .. .	..	20 0 0
Overpayment, subsidy Scheme 13 .. .. .	Debtor unfinancial .. .. .	..	8 11 6
Penalties and costs for breaches of awards..	Debtor unfinancial .. .. .	..	41 14 10
Repairs to cars damaged in accidents ..	Nugatory expenditure .. .. .	..	1 2 0
<i>Land and Income Tax.</i>			
Income-tax .. .. .	Debtors left New Zealand .. .. .	..	1,915 2 1
<i>Lands and Survey.</i>			
Value of stores .. .. .	Lost, broken, deficient, destroyed by fire, and unserviceable	206 6 3	..
Value of stores .. .. .	Stolen .. .. .	2 10 0	..
Value of office furniture .. .. .	Loss on realization .. .. .	10 1 5	..
Value of lithos .. .. .	Obsolete .. .. .	22 17 6	..
Value of motor-cycle .. .. .	Loss on realization .. .. .	22 18 2	..
Value of dredges .. .. .	Reduction in book value .. .. .	8,455 12 5	..
Value of live-stock .. .. .	Died and deficient .. .. .	13,641 16 2	..
Advances under Discharged Soldiers Settlement Account .. .. .	Loss on realization of securities .. .. .	..	9,477 12 2
Advances, kauri-gum control .. .. .	Debtors unfinancial .. .. .	..	59 6 7
Advances, small farms .. .. .	Debtors unfinancial .. .. .	..	5,559 19 9
Interest on deferred-payment licenses ..	Debtors unfinancial .. .. .	..	914 17 6
Interest on advances, Deteriorated Lands Act	Interest-rate reduced .. .. .	..	109 18 11
Interest on advances, Land for Settlements Act	Interest-rate reduced .. .. .	..	1,401 10 8
Interest on advances (Discharged Soldiers Settlement Act), Crown Lands	Interest-rate reduced .. .. .	..	3,138 9 2
Purchase-price of Lot 73, B.L. Waipa ..	Paid to unknown person, rightful owner repossessed	..	68 15 0
Rents .. .. .	Debtors unfinancial .. .. .	..	8,343 12 6
Rents, small farms .. .. .	Debtors unfinancial .. .. .	..	560 1 9
Repairs to private property .. .. .	Nugatory expenditure .. .. .	..	133 15 3
Sale of lithos, &c. .. .. .	Debtors unfinancial .. .. .	..	22 9 5
Survey liens .. .. .	Debtors unfinancial .. .. .	..	54 16 5
Timber royalties .. .. .	Debtors unfinancial .. .. .	..	19 3 9
<i>Legislative.</i>			
Value of stores .. .. .	Lost, broken, and deficient .. .. .	145 13 11	..
<i>Marine.</i>			
Value of stores .. .. .	Lost, broken, deficient, and unserviceable	129 17 10	..
Value of Kakahi Fish Hatchery .. .. .	Destroyed by fire .. .. .	225 6 8	..
Inspection fees .. .. .	Debtors unfinancial .. .. .	..	29 5 1
Sales of salmon .. .. .	Debtors unfinancial .. .. .	..	2 11 7
<i>Mental Hospitals.</i>			
Value of stores .. .. .	Broken and deficient .. .. .	2,415 6 3	..
Value of stores .. .. .	Stolen .. .. .	4 4 2	..
Value of live-stock .. .. .	Died and deficient .. .. .	873 0 6	..
Compensation for damage to property caused by escaped inmates	Nugatory expenditure .. .. .	..	30 0 0
<i>Mines.</i>			
Value of stores .. .. .	Lost, broken, deficient, obsolete, and loss on realization	508 0 8	..
Value of horses .. .. .	Died .. .. .	12 10 0	..
Value of coal shortages .. .. .	Due to handling and stone .. .. .	1,351 13 11	..
Advances, mineral prospecting .. .. .	Irrecoverable, companies in liquidation; remitted	..	1,971 17 3
Court costs .. .. .	Debtors unfinancial .. .. .	..	5 12 0
Repairs to motor-vehicles damaged in accidents	Nugatory expenditure .. .. .	..	55 8 7
Sales of coal, &c. .. .. .	Debtors unfinancial .. .. .	..	128 8 2
Rent, &c. .. .. .	Debtors unfinancial .. .. .	..	20 17 8
<i>National Broadcasting.</i>			
Value of stores .. .. .	Deficient .. .. .	28 18 0	..
Value of stores .. .. .	Stolen .. .. .	1 6 9	..
<i>National Commercial Broadcasting.</i>			
Value of stores .. .. .	Lost, broken, deficient, unserviceable, and destroyed by fire	239 15 9	..
Value of stores .. .. .	Stolen .. .. .	0 16 10	..
Value of office furniture .. .. .	Loss on realization .. .. .	109 16 0	..
Value of typewriter .. .. .	Stolen .. .. .	9 10 11	..
Value of equipment at 3ZB, Christchurch ..	Destroyed by fire .. .. .	8,292 18 3	..
Value of record library at 3ZB, Christchurch	Destroyed by fire .. .. .	789 0 4	..
Compensation for injuries sustained and replacement of damaged recordings	Nugatory expenditure .. .. .	..	13 19 6
Radio advertising .. .. .	Debtors unfinancial .. .. .	..	679 8 3
Travelling-expenses advanced .. .. .	Debtor untraceable .. .. .	..	1 9 7

STATEMENT OF SUMS IRRECOVERABLE BY THE CROWN, AND VALUE OF STORES, ETC. —*continued.*

Department and Particulars.	Reason for writing off.	Value of Stores.	Cash.
		£ s. d.	£ s. d.
<i>National Provident.</i>			
Value of stores .. .. .	Unserviceable .. .. .	4 17 6	..
<i>Native.</i>			
Value of stores .. .. .	Lost, broken, deficient, and unserviceable	395 15 1	..
Value of tent .. .. .	Destroyed by fire .. .. .	4 3 0	..
Value of motor-car .. .. .	Loss on realization .. .. .	7 0 0	..
Value of goats .. .. .	Deficient and lost .. .. .	54 5 2	..
Value of live-stock .. .. .	Died and deficient .. .. .	1,768 7 0	..
Advances and interest on mortgage .. .. .	Loss on realization and amounts remitted	..	574 6 7
<i>Police.</i>			
Value of stores .. .. .	Lost, broken, deficient, unserviceable, and loss on realization	102 2 5	..
<i>Post and Telegraph.</i>			
Value of stores .. .. .	Lost, broken, deficient, unserviceable, and destroyed by fire	1,847 13 7	..
Value of stores .. .. .	Stolen .. .. .	28 4 1	..
Value of micros .. .. .	Stolen .. .. .	61 17 0	..
Value of telephones .. .. .	Stolen .. .. .	190 11 6	..
Value of radio receiver .. .. .	Stolen .. .. .	14 16 8	..
Value of adding machine .. .. .	Stolen .. .. .	25 0 0	..
Value of P.A.B.X. unit .. .. .	Destroyed in Social Security fire	1,164 0 0	..
Value of relays and keys .. .. .	Unserviceable .. .. .	831 16 0	..
Value of telephones .. .. .	Destroyed by fire .. .. .	961 16 3	..
Fraudulent manipulation of stamp-vending machines and telephone-box receipts	Irrecoverable .. .. .	..	12 17 1
Repairs to motor-cars damaged in accidents	Nugatory expenditure .. .. .	..	260 8 5
Telephone connections and other services .. .. .	Debtors unfinancial .. .. .	..	211 2 7
Toll accounts .. .. .	Debtors unfinancial .. .. .	..	224 10 2
<i>Primary Products Marketing.</i>			
Value of stores .. .. .	Lost, broken, deficient, unserviceable, and stolen	12 18 9	..
Value of grading-machines .. .. .	Reduction in book value .. .. .	294 9 0	..
Sale of goods .. .. .	Debtors unfinancial .. .. .	..	288 7 8
<i>Printing and Stationery.</i>			
Value of stores .. .. .	Lost, broken, deficient, and unserviceable	289 13 11	..
<i>Public Trust.</i>			
Value of office furniture .. .. .	Loss on realization .. .. .	104 10 11	..
Loans on mortgages .. .. .	Loss on realization .. .. .	..	29,138 6 0
Compensation for shortage in estate as result of overpayments	Nugatory expenditure .. .. .	..	4 15 0
<i>Public Works.</i>			
Value of stores .. .. .	Lost, broken, deficient, unserviceable, destroyed by fire, and loss on realization	3,452 2 9	..
Value of stores .. .. .	Stolen .. .. .	956 17 10	..
Value of fuel .. .. .	Stolen .. .. .	43 12 1	..
Value of tents .. .. .	Stolen .. .. .	5 19 0	..
Value of tents and huts .. .. .	Destroyed by fire .. .. .	218 9 8	..
Value of hut and cookhouse at Nelson .. .. .	Destroyed by gale .. .. .	220 0 0	..
Value of building .. .. .	Destroyed by gale .. .. .	45 0 0	..
Value of buildings .. .. .	Loss on demolition .. .. .	216 11 9	..
Value of live-stock .. .. .	Died and deficient .. .. .	10 2 0	..
Value of machinery .. .. .	Destroyed by fire .. .. .	134 0 0	..
Value of drag-line bucket .. .. .	Lost in river .. .. .	20 0 0	..
Value of steam-shovel .. .. .	Obsolete .. .. .	356 0 0	..
Value of Diesel engines .. .. .	Unserviceable .. .. .	74 0 0	..
Cash lost in transit .. .. .	Nugatory expenditure .. .. .	..	12 17 3
Cost of rail fare; ticket lost .. .. .	Irrecoverable .. .. .	..	2 19 11
Holiday pay and compensation overpaid .. .. .	Irrecoverable .. .. .	..	31 12 6
Inspection fees .. .. .	Debtors unfinancial .. .. .	..	4 4 0
Rents and hire of plant .. .. .	Debtors unfinancial .. .. .	..	234 2 3
Repairs to motor-vehicles damaged in accidents	Nugatory expenditure .. .. .	..	412 8 10
Sale of electric energy .. .. .	Debtors unfinancial .. .. .	..	3 9 0
Southland Electric-power: Energy .. .. .	Debtors unfinancial .. .. .	..	64 2 1
Southland Electric-power: Installations .. .. .	Remitted by Adjustment Commission .. .. .	..	99 10 4
Southland Electric-power: Rates .. .. .	Remitted by Adjustment Commission .. .. .	..	5,369 8 6
Value of goods and fares advanced .. .. .	Debtors unfinancial .. .. .	..	26 4 7
Water rates .. .. .	Remitted by the Minister .. .. .	..	365 11 3
<i>Railways.</i>			
Value of stores .. .. .	Lost, broken, deficient, and unserviceable	3,276 1 11	..
Value of fuel .. .. .	Loss by evaporation .. .. .	1 7 6	..
Advertising .. .. .	Debtors unfinancial .. .. .	..	279 7 8
Freight charges .. .. .	Debtors unfinancial .. .. .	..	149 11 0
Rent .. .. .	Debtors unfinancial .. .. .	..	906 14 6
<i>Scientific and Industrial Research.</i>			
Value of stores .. .. .	Deficient and unserviceable .. .. .	1 13 3	..
Value of fruit-grader .. .. .	Loss on realization .. .. .	5 15 3	..
Repairs to cars damaged in accidents	Nugatory expenditure .. .. .	..	8 7 0
Sale of lucerne culture .. .. .	Irrecoverable .. .. .	..	0 5 0

STATEMENT OF SUMS IRRECOVERABLE BY THE CROWN, AND VALUE OF STORES, ETC.—*continued.*

Department and Particulars.	Reason for writing off.	Value of Stores.			Cash.		
		£	s.	d.	£	s.	d.
<i>Social Security.</i>							
Value of stores .. .. .	Lost, deficient, and destroyed by fire ..	15	16	0	..	..	..
Excess relief and fares advanced .. .. .	Debtors convicted and fined; debtors unfinancial and untraceable .. .. .	..	..	..	471	6	6
Pensions overpaid .. .. .	Irrecoverable .. .. .	..	..	..	59	11	8
Repairs to cars damaged in accidents .. .. .	Nugatory expenditure .. .. .	..	..	..	64	5	2
Value of postal draft misappropriated .. .. .	Irrecoverable .. .. .	..	..	..	4	6	8
<i>Stamp Duties.</i>							
Amusement-tax .. .. .	Irrecoverable .. .. .	..	..	..	23	12	0
Estate and gift duty .. .. .	Irrecoverable .. .. .	..	..	..	105	11	1
License duty .. .. .	Composition accepted .. .. .	..	..	..	1,104	15	3
Penal interest under section 198, Stamp Duty Act, 1923 .. .. .	Abandoned .. .. .	..	..	..	10,836	8	0
<i>State Forest Service.</i>							
Value of stores .. .. .	Lost, broken, deficient, unserviceable, and destroyed by fire and loss on realization .. .. .	1,310	7	8	..	..	..
Value of stores .. .. .	Gratuitously issued .. .. .	2	0	0	..	..	..
Value of horses .. .. .	Died and destroyed .. .. .	26	0	0	..	..	..
Value of live-stock .. .. .	Died and deficient .. .. .	37	5	0	..	..	..
Value of timber at Waitahuna Plantation .. .. .	Loss on realization .. .. .	203	7	9	..	..	..
Value of Riverhead Nursery .. .. .	Loss on realization .. .. .	115	3	9	..	..	..
Repairs to motor-vehicles damaged in accidents .. .. .	Nugatory expenditure .. .. .	..	..	..	11	18	0
Sale of timber .. .. .	Irrecoverable .. .. .	..	..	..	42	4	0
<i>State Iron and Steel.</i>							
Value of stores .. .. .	Unserviceable and stolen .. .. .	42	10	1	..	..	..
<i>Transport.</i>							
Value of stores .. .. .	Deficient .. .. .	0	3	0	..	..	..
Passenger and continuous goods licenses .. .. .	Debtors unfinancial .. .. .	..	..	..	17	15	0
Repairs to cars damaged in accidents .. .. .	Nugatory expenditure .. .. .	..	..	..	108	1	2
<i>Treasury.</i>							
Value of stores .. .. .	Loss on realization .. .. .	17	15	8	..	..	..
Advances, general purposes relief .. .. .	Debtors unfinancial .. .. .	..	..	..	1,752	19	7
Advances, repatriation .. .. .	Debtors unfinancial .. .. .	..	..	..	12,491	8	1
<i>Valuation.</i>							
Valuation fees .. .. .	Debtors unfinancial .. .. .	..	..	..	17	7	6
<i>War Expenses Account.</i>							
Air—							
Value of airframes (Vildebeest) .. .. .	Destroyed in crashes at Lake Ellesmere and Wigram .. .. .	4,849	16	5	..	..	..
Value of airframe (Ballin) .. .. .	Destroyed in crash at Pigeon Bay .. .. .	180	0	0	..	..	..
Value of Bristol-Pegasus engines .. .. .	Destroyed in crashes at Lake Ellesmere and Pigeon Bay .. .. .	1,788	0	0	..	..	..
Value of aeroplanes .. .. .	Destroyed in crashes .. .. .	1,098	8	3	..	..	..
Value of aero-engines .. .. .	Destroyed in crashes .. .. .	1,231	12	0	..	..	..
Value of parachutes .. .. .	Destroyed in crashes .. .. .	80	10	0	..	..	..
Value of armoury .. .. .	Destroyed in crashes .. .. .	205	1	4	..	..	..
Value of fuel .. .. .	Loss by evaporation .. .. .	522	7	9	..	..	..
Value of stores .. .. .	Stolen .. .. .	2	5	3	..	..	..
Value of stores and equipment .. .. .	Lost, broken, deficient, unserviceable, and destroyed .. .. .	2,191	17	0	..	..	..
Repairs to cars damaged in accidents .. .. .	Nugatory expenditure .. .. .	..	..	..	1	15	0
Army—							
Value of stores .. .. .	Lost, broken, deficient, unserviceable, irrecoverable, and destroyed by fire .. .. .	3,638	17	1	..	..	..
Value of clothing and equipment .. .. .	Irrecoverable and deficient .. .. .	123	13	5	..	..	..
Value of stores .. .. .	Stolen .. .. .	36	5	10	..	..	..
Value of clothing and equipment .. .. .	Stolen .. .. .	25	0	8	..	..	..
Value of fuel .. .. .	Loss by evaporation .. .. .	2	5	0	..	..	..
Value of horses .. .. .	Died and destroyed .. .. .	19	5	1	..	..	..
Value of typewriter .. .. .	Destroyed in accident .. .. .	18	0	0	..	..	..
Value of rifles .. .. .	Lost and deficient .. .. .	16	4	0	..	..	..
Compensation for cargo space unused .. .. .	Nugatory expenditure .. .. .	..	..	..	100	0	0
Cost of fares .. .. .	Irrecoverable .. .. .	..	..	..	4	12	11
Overpayment, out-of-camp pay .. .. .	Irrecoverable .. .. .	..	..	..	2	2	0
Rent .. .. .	Remitted by the Minister .. .. .	..	..	..	64	12	8
Repairs to motor-vehicles damaged in accidents .. .. .	Nugatory expenditure .. .. .	..	..	..	58	4	1
Unexpired portion of outfit grants .. .. .	Irrecoverable .. .. .	..	..	..	2	0	3
Navy—							
Value of clothing—							
H.M.S. "Leander" .. .. .	Issued at less than cost .. .. .	638	19	11	..	..	..
H.M.S. "Philomel" .. .. .	Issued at less than cost .. .. .	398	16	1	..	..	..
H.M.S. "Achilles" .. .. .	Issued at less than cost .. .. .	170	16	5	..	..	..
Value of provisions—							
H.M.S. "Achilles" .. .. .	Issued at less than cost .. .. .	24	12	0	..	..	..
H.M.S. "Leander" .. .. .	Issued at less than cost .. .. .	39	0	4	..	..	..
H.M.S. "Philomel" .. .. .	Issued at less than cost .. .. .	10	8	8	..	..	..
H.M.S. "Wakakura" .. .. .	Issued at less than cost .. .. .	5	0	5	..	..	..
Value of stores .. .. .	Deficient, lost, broken, unserviceable, obsolete .. .. .	1,063	18	3	..	..	..
Docking charges "Dumont d'Urville" .. .. .	Account waived .. .. .	..	..	..	8	8	6
		167,114 18 11			117,880 2 1		
		£284,995 1 0					



## PUBLIC ACCOUNTS, 1939-1940.

## INTEREST, CONVERSION, AND REDEMPTION REMITTANCE ACCOUNTS.

	Balances as at 31st March, 1939.			Transactions, 1939-1940.			Balances as at 31st March, 1940.			
	Debit.	Credit.		Debit.	Credit.		Debit.	Credit.		
	£	s. d.	£	£	s. d.	£	£	s. d.	£	s. d.
<b>Interest Remittance Account—</b>										
Bank of England .. .. .	..	5,093,163 1 10	5,256,879 8 19	5,485,413 6 10	..	..	5,321,696 13 16			
High Commissioner .. .. .	..	1,180 5 0	34,744 9 6	40,254 3 4	..	..	6,639 18 10			
<b>Conversion Remittance Account—</b>										
Bank of England .. .. .	..	4 15 0	..	..	..	..	4 15 0			
<b>Redemption Remittance Account—</b>										
Bank of England .. .. .	..	7,966 9 9	100 0 0	359,643 4 0	..	..	367,509 13 9			
High Commissioner .. .. .	..	..	800 3 2	223,300 3 2	..	..	222,500 0 0			
Suspense Remittance Account .. .. .	..	5,102,314 11 7	6,108,560 11 4	5,292,524 1 6	5,918,351 1 5	..	..			
<b>Totals .. .. .</b>	..	£5,102,314 11 7	£11,461,084 12 10	£11,461,084 12 10	£5,918,351 1 5	..	£5,918,351 1 5			

## PUBLIC ACCOUNTS, 1939-1940.

STATEMENT of the REVENUE of the CONSOLIDATED FUND (ORDINARY REVENUE ACCOUNT) for the FINANCIAL YEAR ended 31st MARCH, 1940.

TAXATION :—	Receipts.		Refunds.		Net Revenue.	
	£	s. d.	£	s. d.	£	s. d.
CUSTOMS .. .. .	10,059,292	5 1	112,434	12 4	9,946,857	12 9
BEER DUTY .. .. .	1,403,032	8 6	24,632	18 7	1,378,999	9 11
SALES TAX .. .. .	3,522,415	3 10	12,285	12 7	3,510,129	11 3
FILM-HIRE TAX .. .. .	93,125	8 2	8	0 0	93,117	8 2
GOLD-EXPORT DUTY .. .. .	116,893	17 9	5	0 2	116,888	17 7
HIGHWAYS,—						
Tire-tax .. .. .	103,944	6 0	96	10 2	103,847	15 10
Fees and Fines (Section 24, Motor-vehicles Act, 1924) ..	620,429	18 5	753	16 5	619,676	2 0
Petrol-tax .. .. .	2,476,742	18 1	214,472	12 11*	2,262,270	5 2
Mileage-tax and Penalties (Motor-vehicles Amendment Act, 1934-35, Section 4 (6))—						
Electrically-propelled Motor-vehicles .. .. .	91	11 2	..	..	91	11 2
Other Motor-vehicles .. .. .	19,259	0 6	7,703	13 10	11,555	6 8
	3,220,467	14 2	223,026	13 4	2,997,441	0 10†
STAMP AND DEATH DUTIES,—						
Adhesive Stamps .. .. .	494,556	9 8	277,785	10 3	216,770	19 5
Duty on Instruments .. .. .	371,548	3 7	3,657	14 1	367,890	9 6
Estate Duty .. .. .	1,132,580	18 7	27,987	8 7	1,104,593	10 0
Succession Duty .. .. .	346,392	2 9	7,280	19 4	339,111	3 5
Gift Duty .. .. .	182,600	5 0	439	10 1	182,160	14 11
Fines and Penalties .. .. .	1,747	18 10	36	17 11	1,711	0 11
Impressed Stamps .. .. .	231,062	6 7	1,323	6 4	229,739	0 3
Licenses to Companies .. .. .	91,047	16 9	318	14 0	90,729	2 9
Sharebrokers' Licenses .. .. .	1,783	10 0	13	5 6	1,770	4 6
Duties payable by Racing Clubs .. .. .	787,937	15 5	520	5 5	787,417	10 0
Amusements-tax .. .. .	95,855	1 7	211	5 4	95,643	16 3
Lottery Duty .. .. .	24,082	11 3	..	..	24,082	11 3
Overseas Passenger Duty .. .. .	25,709	8 11	..	..	25,709	8 11
Miscellaneous .. .. .	29	18 0	14	0 0	15	18 0
Receipts under Section 4, Mortgagees' Indemnity (Workers' Charges) Act, 1927 .. .. .	1,667	15 0	0	7 0	1,667	8 0
	3,788,602	1 11	319,589	3 10	3,469,012	18 1
LAND-TAX .. .. .	1,024,115	16 8	5,031	8 4	1,019,084	8 4
INCOME-TAX .. .. .	10,526,600	10 10	255,248	9 7	10,271,352	1 3
MISCELLANEOUS,—						
Interest-tax (Finance Act, 1932-33, Section 5) .. .. .	12	0 0	..	..	12	0 0
Interest-tax (Finance Act, 1932-33, Section 6) .. .. .	..	..	..	..	..	..
Residue, Mileage-tax and Penalties under Motor-vehicles Amendment Act, 1934-35, Section 4 (6) (b)	7,703	11 1	..	..	7,703	11 1
	7,715	11 1	..	..	7,715	11 1
TOTAL, TAXATION .. .. .	33,762,260	18 0	951,661	18 9	32,810,598	19 3
Carried forward .. .. .	33,762,260	18 0	951,661	18 9	32,810,598	19 3

\* Refunds by Customs Department of Revenue incorrectly received or credited .. .. . 2,707 0 11  
 Rebates in respect of motor-spirits used otherwise than as fuel for motor-vehicles, in terms of section 6 of the Customs Amendment Act, 1939 .. .. . 211,765 12 0

£214,472 12 11

† £619,676 2s. 0d. of this amount consists of fees, fines, &c., which are not taxation.

## PUBLIC ACCOUNTS, 1939-1940.

STATEMENT of the REVENUE of the CONSOLIDATED FUND (ORDINARY REVENUE ACCOUNT) for the FINANCIAL YEAR ended 31st MARCH, 1940—continued.

	Receipts.		Refunds.		Net Revenue.	
	£	s. d.	£	s. d.	£	s. d.
Brought forward .. .. .	33,762,260	18 0	951,661	18 9	32,810,598	19 3
<b>INTEREST:—</b>						
ON CAPITAL LIABILITY, WORKING RAILWAYS (interest at £4 5s. per cent. on the total amount of capital moneys deemed to be expended in respect of the railways, as provided by Order in Council under the Government Railways Act, 1926)—						
Year 1939-40 .. .. .	2,575,195	10 11				
Less reduction made in terms of Finance Act, 1930 (No. 2), Section 14.. .. .	1,386,164	4 10				
	1,189,031	6 1			1,189,031	6 1
ON CAPITAL LIABILITY, POSTAL AND TELEGRAPH (interest as determined under section 95 of the Post and Telegraph Act, 1928, at £4 5s. per cent. on the amount of the capital liability as at 1st April, 1939, together with interest at the rate of £2 2s. 6d. per cent. on the net amount applied for the purposes of the Department out of the Public Works Fund during the year)—						
		£ s. d.				
Year 1938-39 (balance) .. .. .	13,869	6 4				
Year 1939-40 (on account) .. .. .	625,130	13 8				
	639,000	0 0			639,000	0 0
ON THE PUBLIC DEBT REDEMPTION FUND (details on separate statement) .. .. .						
	445,556	8 8			445,556	8 8
ON OTHER PUBLIC MONEYS (details on separate statement)						
	635,573	6 6	415 2 6		635,158	4 0
TOTAL, INTEREST .. .. .	2,909,161	1 3	415 2 6		2,908,745	18 9
<b>OTHER RECEIPTS:—</b>						
REGISTRATION AND OTHER FEES,—						
Air Navigation Act, 1931 .. .. .	403	10 0	19 3 6		384	6 6
Animals Protection and Game Act, 1921-22 .. .. .	6	0 0	0 16 4		5	3 8
Animals Protection and Game Act, 1921-22 (Part III)	3,660	19 3			3,660	19 3
Apprentices Act, 1923 .. .. .	36	16 0			36	16 0
Arms Act, 1920 .. .. .	2,873	2 6			2,873	2 6
Births, Deaths, and Marriages .. .. .	30,950	5 4	5 2 8		30,945	2 8
British Nationality and Status of Aliens (in New Zealand) Act, 1928 .. .. .	638	5 0			638	5 0
By-laws Act, 1910 .. .. .	3	3 0			3	3 0
Cemeteries Act, 1908 .. .. .	26	5 0	10 5 0		16	0 0
Cinematograph Films Act, 1928 .. .. .	3,143	15 6	25 0 0		3,118	15 6
Coal-mines Act, 1925 .. .. .	150	11 0	1 15 0		148	16 0
Crown Grant Fees .. .. .	3	0 0	10 0 0		Dr. 7	0 0
Customs Act, 1913 .. .. .	14,949	14 4	248 7 6		14,701	6 10
Dairy Industry Act, 1908 .. .. .	2,154	0 0	7 0 0		2,147	0 0
Dentists Act, 1936 .. .. .	774	17 0	10 11 0		764	6 0
Distillation Act, 1908 .. .. .	60	0 0			60	0 0
Education Act, 1914 .. .. .	3	1 0			3	1 0
Electrical Wiremen's Registration Act, 1925 .. .. .	1,095	13 9	29 11 8		1,066	2 1
Engineers Registration Act, 1924 .. .. .	52	3 0	2 2 0		50	1 0
Explosive and Dangerous Goods Act, 1908 .. .. .	7,224	16 5	159 12 8		7,065	3 9
Factories Act, 1921-22 .. .. .	4,559	7 0	8 8 0		4,550	19 0
Fertilizers Act, 1927 .. .. .	419	15 0	0 5 0		419	10 0
Finance Act, 1915 (Part III), (Beer Duty) .. .. .	1,279	1 4	228 11 2		1,050	10 2
Fisheries Act, 1908 .. .. .	1,629	6 9			1,629	6 9
Friendly Societies Act, 1909 .. .. .	3	8 6			3	8 6
Health Act, 1920 .. .. .	21	10 0			21	10 0
Hospitals and Charitable Institutions Act, 1926 .. .. .	652	6 0	4 7 11		647	18 1
Industrial Conciliation and Arbitration Act, 1925 .. .. .	402	14 11	4 0 0		398	14 11
Industrial Efficiency Act, 1936 .. .. .	16,846	15 11	169 17 9		16,676	18 2
Inspection of Machinery Act, 1928 .. .. .	21,950	16 9	18 4 7		21,932	12 2
Land Agents Act, 1921-22 .. .. .	6,288	2 6	642 6 3		5,645	16 3
Licensing Act, 1908 .. .. .	42	0 0			42	0 0
Margarine Act, 1908 .. .. .	4	0 0			4	0 0
Massours Registration Act, 1920 .. .. .	169	13 0	1 14 0		167	19 0
Carried forward .. .. .	122,478	15 9	1,607 2 0		120,871	13 9
Carried forward .. .. .	36,671,421	19 3	952,077 1 3		35,719,344	18 0

## PUBLIC ACCOUNTS, 1939-1940.

STATEMENT of the REVENUE of the CONSOLIDATED FUND (ORDINARY REVENUE ACCOUNT) for the FINANCIAL YEAR ended 31st March, 1940—*continued*.

	Receipts.			Refunds.			Net Revenue.		
	£	s.	d.	£	s.	d.	£	s.	d.
Brought forward .. .. .	35,671,421	19	3	952,077	1	3	35,719,344	18	0
<b>OTHER RECEIPTS—<i>continued</i>.</b>									
Brought forward .. .. .	122,478	15	9	1,607	2	0	120,871	13	9
<b>REGISTRATION AND OTHER FEES—<i>continued</i>.</b>									
Medical Practitioners Act, 1914 .. .. .	411	4	0	6	16	6	404	7	6
Mining Act, 1926 .. .. .	708	10	5	4	4	0	704	6	5
Money-lenders Act, 1908 .. .. .	1,021	5	0	42	10	0	978	15	0
Motor-vehicles Act, 1924 .. .. .	87	18	0	2	0	0	85	18	0
Native Land Act, 1931 .. .. .	7	7	0	1	1	0	6	6	0
Native Land Amendment and Native Land Claims Adjustment Act, 1926, Section 14 (Taupo Waters)—									
Fees, Licenses, and Camp-sites .. .. .	3,177	15	8	58	6	6	3,119	10	2
Fines and Penalties .. .. .	20	3	9	..	..	..	20	3	9
New Zealand Loans Act, 1932 .. .. .	611	2	0	..	..	..	611	2	0
Nurses and Midwives Registration Act, 1925 .. .. .	9,732	8	0	552	3	8	9,180	4	4
Opticians Act, 1928 .. .. .	239	3	6	2	15	0	236	8	6
Orchard and Garden Diseases Act, 1928 .. .. .	6,487	5	1	11	0	5	6,476	5	8
Patents, Designs, and Trade-marks Act, 1921-22 .. .. .	13,050	3	2	25	0	6	13,025	2	8
Petroleum Act, 1937 .. .. .	43	4	0	..	..	..	43	4	0
Plumbers Registration Act, 1912 .. .. .	524	1	1	11	15	0	512	6	1
Poisons Act, 1934 .. .. .	185	16	0	4	14	6	181	1	6
Public Safety Conservation Act, 1932 .. .. .	32	10	0	1	10	0	31	0	0
Sales Tax Act, 1932-33 .. .. .	598	0	0	..	..	..	598	0	0
Second-hand Dealers Act, 1908 .. .. .	350	0	0	..	..	..	350	0	0
Servants' Registry Offices Act, 1908 .. .. .	18	10	0	..	..	..	18	10	0
Slaughtering and Inspection Act, 1908 .. .. .	57,388	10	0	1	0	0	57,387	10	0
Stallions Act, 1938 .. .. .	72	9	0	..	..	..	72	9	0
Stock Act, 1908 .. .. .	762	6	0	2	15	0	759	11	0
Stock Remedies Act, 1934 .. .. .	421	15	6	21	2	6	400	13	0
Stone-quarries Act, 1910 .. .. .	83	10	0	4	0	0	79	10	0
Timber Export Act, 1908 .. .. .	..	..	..	..	..	..	..	..	..
Timber-floating Act, 1908 .. .. .	10	9	6	3	19	6	6	10	0
Tobacco Act, 1908 .. .. .	618	14	0	..	..	..	618	14	0
Tramways Act, 1908 .. .. .	139	0	0	..	..	..	139	0	0
Transport Licensing Act, 1931 .. .. .	51,547	13	1	1,015	18	0	50,531	15	1
Valuation of Land Act, 1925 .. .. .	30,249	17	6	75	14	2	30,144	3	4
Veterinary Surgeons Act, 1926 .. .. .	18	18	0	..	..	..	18	18	0
Weights and Measures Act, 1925 .. .. .	10,686	1	6	16	3	9	10,669	17	9
	311,754	8	6	3,471	12	0	308,282	16	6
<b>TERRITORIAL REVENUE.—</b>									
Rents, Royalties, and Miscellaneous Receipts from lands									
Agricultural Department .. .. .	8	19	7	..	..	..	8	19	7
Air Department .. .. .	75	19	3	..	..	..	75	19	3
Army Department .. .. .	1,328	13	8	..	..	..	1,328	13	8
Customs Department .. .. .	1	0	0	..	..	..	1	0	0
Education Department .. .. .	198	3	4	..	..	..	198	3	4
Health Department .. .. .	19	15	0	..	..	..	19	15	0
Internal Affairs Department .. .. .	16	13	4	..	..	..	16	13	4
Justice and Prisons Department .. .. .	450	0	0	..	..	..	450	0	0
Lands and Survey Department—									
Crown lands .. .. .	354,807	18	6	5,167	18	8	349,639	19	10
Hauraki Plains lands .. .. .	7,718	1	2	99	15	0	7,618	6	2
Swamp Drainage lands .. .. .	424	3	8	12	8	11	411	11	9
Small-farms Scheme .. .. .	5,251	5	4	742	7	8	4,508	17	8
Miscellaneous Fees .. .. .	2,985	1	2	747	0	0	2,238	1	2
Marine Department .. .. .	180	0	3	26	2	3	153	18	0
Mental Hospitals .. .. .	532	3	7	0	6	0	531	17	7
Mines Department .. .. .	13,403	11	1	91	18	6	13,311	12	7
Police Department .. .. .	96	16	0	..	..	..	96	16	0
Public Works Department .. .. .	469	12	11	7	3	4	462	9	7
Amounts transferred from State Forests Account in terms of section 39 (2) of the Forests Act, 1921-22	14,415	15	9	..	..	..	14,415	15	9
	402,383	13	7	6,895	0	4	395,488	13	3
Carried forward .. .. .	714,138	2	4	10,366	12	4	703,771	9	9
Carried forward .. .. .	35,671,421	19	3	952,077	1	3	35,719,344	18	0

## PUBLIC ACCOUNTS, 1939-1940.

STATEMENT of the REVENUE of the CONSOLIDATED FUND (ORDINARY REVENUE ACCOUNT) for the FINANCIAL YEAR ended 31st MARCH, 1940—*continued*.

	Receipts.		Refunds.		Net Revenue.	
	£	s. d.	£	s. d.	£	s. d.
Brought forward .. .. .	36,671,421	19 3	952,077	1 3	35,719,344	18 0
<b>OTHER RECEIPTS—<i>continued</i>.</b>						
Brought forward .. .. .	714,138	2 1	10,366	12 4	703,771	9 9
<b>EXTERNAL AFFAIRS,—</b>						
New Zealand Reparation Estates .. .. .	51,426	12 10	715	16 2	50,710	16 8
Export of Bananas from Samoa .. .. .	108,494	5 3	1	19 3	108,492	6 0
	159,920	18 1	717	15 5	159,203	2 8
<b>JUSTICE,—</b>						
Court Fees, Fines, and Bankruptcy Commission .. .. .	182,231	8 7	9,466	2 11	172,765	5 8
<b>MARINE,—</b>						
Pilotage Rates and Harbour Fees .. .. .	1,536	15 4	..	..	1,536	15 4
Shipping and Seamen Act, 1908 .. .. .	101,971	16 8	16	9 11	101,925	6 9
Rents of Foreshores, Royalties, &c. . . . .	3,149	17 9	0	10 0	3,149	7 9
Sale of Oysters under Fisheries Act, 1908 .. .. .	8,264	10 11	..	..	8,264	10 11
Rents from Toheroa Areas .. .. .	350	0 0	..	..	350	0 0
Westport Harbour .. .. .	41,231	2 5	1	0 4	41,230	3 1
	159,504	3 1	48	0 3	159,456	2 10
<b>PROFITS OF TRADING INSTITUTIONS,—</b>						
Post and Telegraph Department—						
Post Office Savings-bank profits received from the Post Office Account in terms of section 95 (1) (c), Post and Telegraph Act, 1928—						
	£	s. d.				
For year 1936-37 (balance) .. .. .	3,142	14 10				
For year 1937-38 .. .. .	66,981	19 5				
For year 1938-39 .. .. .	96,670	9 3				
	166,793	3 6			166,793	3 6
Profits other than Post Office Savings-bank profits received from the Post Office Account in terms of section 95 (1) (d), Post and Telegraph Act, 1928—						
For year 1937-38 .. .. .	2,928	11 11			2,928	11 11
Public Trust Office—						
Half of profits credited in terms of section 24 (1) of the Finance Act, 1929—						
For year 1938-39 .. .. .	133	7 6			133	7 6
Reserve Bank of New Zealand—						
Profits credited in terms of section 36 (c), Reserve Bank of New Zealand Act, 1933—						
For year 1938-39 .. .. .	250,285	10 4			250,285	10 4
	420,142	13 3			420,142	13 3
<b>NATIVE,—</b>						
Fees collected in Stamps under the provisions of the Native Land Act, 1931 .. .. .	5,658	10 5			5,658	10 5
<b>PRINTING AND STATIONERY,—</b>						
General Receipts .. .. .	306,240	16 7	5,413	13 11	306,827	2 8
<b>STAMP DUTIES,—</b>						
Land Registry and Deeds Register Office Fees .. .. .	63,188	4 5			63,188	4 5
<b>TOURIST AND HEALTH RESORTS,—</b>						
Receipts in respect of Reserves under the Tourist and Health Resorts Control Act, 1908 .. .. .	115,335	16 0	373	0 6	111,962	15 6
<b>MISCELLANEOUS (details on separate statement)</b> .. .. .						
	132,063	2 7	2,091	8 2	129,971	14 5
<b>RECOVERIES ON ACCOUNT OF EXPENDITURE OF PREVIOUS YEARS (details on separate statement)</b> .. .. .						
	18,634	6 5	70	10 2	18,563	16 3
<b>RECOVERIES ON ACCOUNT OF UNAUTHORIZED EXPENDITURE OF PREVIOUS YEARS (details on separate statement)</b> .. .. .						
	6,303	3 0			6,303	3 0
<b>TOTAL, OTHER RECEIPTS</b> .. .. .	<b>2,283,361</b>	<b>4 6</b>	<b>28,547</b>	<b>3 8</b>	<b>2,254,814</b>	<b>0 10</b>
<b>TOTAL REVENUE</b> .. .. .	<b>38,954,783</b>	<b>3 9</b>	<b>980,624</b>	<b>4 11</b>	<b>37,974,158</b>	<b>18 10</b>

## PUBLIC ACCOUNTS, 1939-1940.

## STATEMENT of INTEREST on the PUBLIC DEBT REDEMPTION FUND for the FINANCIAL YEAR ended 31st MARCH, 1940.

REPAYMENT OF THE PUBLIC DEBT ACT, 1925, SECTION 12 (a):—		£	s.	d.
Interest earned by the capital moneys of the Public Debt Redemption Fund held by—				
Public Trustee .. .. .	.. .. .	336,171	3	10
State Advances Office .. .. .	.. .. .	109,385	4	10
		<b>£445,556</b>	<b>8</b>	<b>8</b>

## STATEMENT of INTEREST on OTHER PUBLIC MONEYS for the FINANCIAL YEAR ended 31st MARCH, 1940.

INTEREST ON OTHER PUBLIC MONEYS:—	£	s.	d.	£	s.	d.	£	s.	d.
On investments made in respect of the—									
Deposits Account .. .. .	..	..	..	10,331	0	1			
Ordinary Revenue Account .. .. .	..	..	..	27,181	19	7			
Bank of New Zealand Shares Account: Dividends transferred to Ordinary Revenue Account in terms of section 8 (3), Finance Act, 1926—									
Dividend on 500,000 £1 preference A shares .. .. .	50,000	0	0						
Final dividend on 1,375,000 £1 preference B shares for year ended 31st March, 1939 .. .. .	68,750	0	0						
Interim dividend on 1,375,000 £1 preference B shares for year ended 31st March, 1940 .. .. .	31,250	0	0						
Half-yearly dividend on 234,375 £1 C long-term mortgage shares to 31st March, 1939 .. .. .	7,031	5	0						
Half-yearly dividend on 234,375 £1 C long-term mortgage shares to 30th September, 1939 .. .. .	7,031	5	0						
				164,062	10	0			
Public Works Fund, General Purposes Account .. .. .	..	..	..	36,318	18	4			
Public Account Cash Balance Investment Account .. .. .	..	..	..	31,264	12	1			
Receiver-General's Deposit Account .. .. .	..	..	..	5,212	12	7			
Reserve Fund Account .. .. .	..	..	..	43,837	16	10			
Silver and Bronze Coin Account .. .. .	..	..	..	24,409	6	4			
							342,618	15	10
On £1,226,000 appropriated out of Public Works Fund and paid to Main Highways Account in terms of paragraph (b), section 16, Main Highways Act, 1922—									
Finance Act, 1930, section 36 .. .. .	..	..	..	..	..	..	61,300	0	0
On £465,346 0s. 2d., net profits of the Cheviot Estate Account, in terms of section 19 (4) of the Finance Act, 1930 (No. 2) .. .. .	..	..	..	..	..	..	18,613	16	10
On capital moneys received from sale of Crown lands and paid into the Land for Settlements Account: Land Laws Amendment Act, 1926, section 13—									
Year 1935-36 (balance) .. .. .	..	..	..	40,412	6	11			
Year 1936-37 (on account) .. .. .	..	..	..	8,265	15	8			
							48,678	2	7
On value of Crown lands declared to be subject to the Land for Settlements Act, 1925, and former Land for Settlements Acts—									
Land Laws Amendment Act, 1929, section 47—									
Year 1938-39 .. .. .	..	..	..	..	..	..	8,479	9	7
On loan of £400,000 to the Rural Intermediate Credit Board, year ended 30th June, 1939 .. .. .	..	..	..	..	..	..	6,000	0	0
On loans to earthquake sufferers in terms of section 49, Hawke's Bay Earthquake Act, 1931 .. .. .	..	..	..	..	..	..	315	8	0
On loans to earthquake sufferers—Pahiatua earthquake .. .. .	..	..	..	..	..	..	29	18	4
On loans to sufferers—Wairarapa storm .. .. .	..	..	..	..	..	..	3	12	11
On loans to local bodies under Local Bodies' Loans Act, 1908 .. .. .	..	..	..	..	..	..	53,798	10	3
On loans to Samoan Treasury in terms of section 33, Samoa Act, 1921 .. .. .	..	..	..	..	..	..	5,489	3	8
On loan to Taieri River Trust in terms of section 3, Taieri River Improvement Amendment Act, 1939 .. .. .	..	..	..	..	..	..	1,509	0	10
On loans under section 26, Agriculture (Emergency Powers) Act, 1934 .. .. .	..	..	..	..	..	..	848	15	10
On miscellaneous advances—									
For erection of hostels, &c.—									
Auckland Grammar School .. .. .	..	..	..	14	11	8			
New Plymouth High School .. .. .	..	..	..	303	12	4			
Timaru High School .. .. .	..	..	..	106	19	0			
Wairarapa High School .. .. .	..	..	..	34	10	0			
Whangarei High School .. .. .	..	..	..	39	7	6			
				499	0	6			
Carried forward .. .. .	..	..	..	499	0	6	547,684	14	8

## PUBLIC ACCOUNTS, 1939-1940.

STATEMENT of INTEREST on OTHER PUBLIC MONEYS for the FINANCIAL YEAR ended 31st MARCH, 1940—*continued*.

	£	s.	d.	£	s.	d.	£	s.	d.
Brought forward .. .. .				499	0	6	547,684	14	8
<b>INTEREST ON OTHER PUBLIC MONEYS—<i>continued</i>.</b>									
On miscellaneous advances— <i>continued</i> .									
For Native Land Settlement Account—Survey liens ..				636	7	7			
From Vote "Agriculture." to various agricultural associations .. .. .				35	19	1			
To Cook County Council .. .. .				149	18	4			
To Cook Islands Fruit Account .. .. .				71	3	4			
To discharged soldiers under Repatriation Act, 1918 ..				170	15	4			
To Eastbourne Borough Council for drainage works ..				221	4	6			
To Egmont National Park Board .. .. .				15	10	1			
To Hospital Boards—									
Buller .. .. .	0	9	10						
Hawke's Bay .. .. .	1	12	1						
Marlborough .. .. .	22	3	10						
Opotiki .. .. .	0	1	3						
South Canterbury .. .. .	0	8	6						
Southland .. .. .	0	9	10						
Tauranga .. .. .	0	4	11						
Waikato .. .. .	235	19	5						
Waipawa .. .. .	0	6	2						
Wairarapa .. .. .	0	2	6						
Wairoa .. .. .	0	1	9						
Westland .. .. .	77	6	0						
				339	6	1			
To Judea Drainage Board .. .. .				81	13	4			
To Land Settlement Associations—									
Angland .. .. .	207	13	9						
Blairgowrie .. .. .	426	12	0						
Bruce .. .. .	211	4	4						
Chastleton .. .. .	287	2	3						
Clifton Grove .. .. .	247	1	8						
Eiffelton .. .. .	393	0	0						
Glencairn .. .. .	211	14	11						
Gleniffer .. .. .	199	3	10						
Hari Hari .. .. .	98	10	1						
Kelman .. .. .	97	0	0						
Lake Alice .. .. .	149	12	2						
Matamau .. .. .	477	15	4						
Melville Downs .. .. .	115	18	10						
Moorfield .. .. .	391	0	4						
Nikau Grange .. .. .	81	9	3						
Otaikarangi .. .. .	30	18	7						
Otauri .. .. .	298	8	0						
Owersby .. .. .	184	18	2						
Quiltowen .. .. .	248	5	3						
Trentham .. .. .	203	1	0						
Waitohi Downs .. .. .	217	9	10						
Wentnor .. .. .	188	4	8						
				5,179	10	3			
To Lower Clutha River Trust .. .. .				90	0	0			
To Maori Land Boards, under section 340, Native Land Act, 1931 .. .. .				57	19	3			
To Mount Cook and Southern Lakes Tourist Co., Ltd. (lease of Hermitage, Mount Cook) .. .. .				676	11	0			
To Rotorua Golf Club .. .. .				123	1	3			
To Southland Electric-power Board .. .. .				528	0	0			
To Taupiri Drainage Board (protective works) .. .. .				8	14	0			
To Y.M.C.A.—									
For purchase of cinemas .. .. .				19	19	6			
For purchase of radio sets .. .. .				7	5	10			
Under the Native Housing Act, 1935 .. .. .				1,519	5	2			
Under the Native Land Act, 1931, section 521 (2) .. .. .				2,392	8	6			
Under the Native Land Amendment Act, 1936—									
Section 38 (3) .. .. .				51,941	7	7			
Section 48 .. .. .				383	0	0			
Under the Small-farm Plan .. .. .				16,060	2	1			
Under the Village-homestead Settlement Scheme .. .. .				168	8	8			
Under section 383 (5), Mining Act, 1926, credited under Finance Act, 1932, section 12 (2).. .. .				49	0	0			
							81,929	11	3
Miscellaneous interest on—									
Balance of Post-office Savings-bank Accounts used by Child Welfare Branch, Education Department .. .. .				2	14	0			
Debentures under the Hutt Road Act, 1915 .. .. .				2,355	0	0			
Debentures, shares, and mortgages held as security for payment of tax .. .. .				9	12	2			
Deposits by High Commissioner .. .. .				9	8	1			
Loans for purchase of motor-cars .. .. .				1	12	6			
Mortgages due to Reparation Estates .. .. .				190	15	1			
Carried forward .. .. .				2,560	1	10	629,614	5	11

## PUBLIC ACCOUNTS, 1939-1940.

STATEMENT of INTEREST ON OTHER PUBLIC MONEYS for the FINANCIAL YEAR ended 31st MARCH, 1940—*continued*.

	£	s.	d.	£	s.	d.	£	s.	d.
Brought forward .. .. .	..	..	..	2,560	1	10	629,614	5	11
<b>INTEREST ON OTHER PUBLIC MONEYS— <i>continued</i>.</b>									
<b>Miscellaneous interest on—<i>continued</i>.</b>									
Purchase-moneys in connection with sales of land and buildings—									
Education Department .. .. .	88	15	10						
Department of Lands and Survey .. .. .	25	5	0						
Public Works Department .. .. .	178	11	3						
				292	12	1			
Purchase-moneys in connection with sales of plant—									
Public Works Department .. .. .				886	16	5			
Crown's proportion of Greymouth Harbour Board special coal rate: Credited as interest on sums of £114,439 1s. and £27,000 in terms of section 12 of the Greymouth Harbour Board Act, 1884 .. .. .							3,739	10	4
							1,804	7	9
							<b>£635,158</b>	<b>4</b>	<b>0</b>

STATEMENT of OTHER RECEIPTS, MISCELLANEOUS, for the FINANCIAL YEAR ended 31st MARCH, 1940.

	£	s.	d.	£	s.	d.	£	s.	d.
<b>LEGISLATIVE DEPARTMENT:—</b>									
Hire of typewriters .. .. .				1	6	11			
<b>TREASURY DEPARTMENT:—</b>									
Conscience-money .. .. .	45	16	3						
Exchange, commission, discount, &c. .. .. .	0	1	9						
Unclaimed moneys—									
Under Public Revenues Act, 1926, section 30—									
Courts of Law Trust .. .. .	163	5	0						
Gaolers' deposits .. .. .	1	8	9						
Goldfields deposits .. .. .	15	12	0						
Labour deposits .. .. .	198	0	0						
Land revenue deposits .. .. .	62	1	9						
Marine deposits .. .. .	0	15	0						
Probation Officers' deposits .. .. .	26	16	3						
Stamp Duty deposits .. .. .	0	5	0						
Tourist deposits .. .. .	82	6	1						
Under Public Revenues Act, 1926, section 95—									
General estates .. .. .	4,376	8	2						
Bankruptcy Act, 1908 .. .. .	1,566	18	5						
Rating Act, 1925 .. .. .	325	6	5						
Unclaimed land balances .. .. .	224	6	2						
Shipping and Seamen Act, 1908 .. .. .	4	1	1						
Surplus cash—Not identified .. .. .	30	14	1						
Transfers from Deposits Account—									
Miscellaneous, &c. .. .. .	36	0	4						
Unclaimed earnings .. .. .	1,453	16	4						
Unpresented cheques .. .. .	335	5	0						
Dividends unclaimed for over 10 years—									
N.Z. Government stock .. .. .	298	4	10						
Excess cash at Government offices .. .. .	5	2	2						
Goldfields revenue—Native Blocks—Owners unknown .. .. .	1	2	6						
Money found by or handed to police officers, &c., not claimed .. .. .	24	2	0						
Money found in Government institutions .. .. .	0	16	6						
Redemption money unclaimed—N.Z. 4% Stock 1929 .. .. .	7,501	9	9						
Unclaimed balances—Native Trustee .. .. .	28	11	1						
Bank of England fractions of interest .. .. .	154	13	3						
Commission on collections—									
Public Service Association subscriptions .. .. .	164	2	2						
New Zealand Educational Institute subscriptions .. .. .	3	17	8						
Donations to the Consolidated Fund .. .. .	7	11	0						
Duty on scrap gold and jewellers' sweepings .. .. .	2,123	17	5						
Forfeited deposits—									
Immigration Restriction Act, 1908 .. .. .	60	0	0						
Mines Department .. .. .	83	8	9						
Gold coin confiscated under section 6, Finance Act, 1934 (No. 3) .. .. .	48	0	0						
Carried forward .. .. .	19,454	2	11	1	6	11			



## PUBLIC ACCOUNTS, 1939 1940

STATEMENT of OTHER RECEIPTS, MISCELLANEOUS, for the FINANCIAL YEAR ended 31st MARCH, 1940—*continued*.

	£	s.	d.	£	s.	d.	£	s.	d.
Brought forward .. .. .	19,454	2	11	1	6	11			
<b>TREASURY DEPARTMENT—<i>continued</i>.</b>									
New Zealand Government's share of profits from Bank of International Settlements .. .. .	40	8	7						
Penal interest received from Pyramid Block Drainage Board under section 73 (1), Local Bodies' Loans Act, 1908 .. .. .	0	15	5						
Profit on—									
Sale of New Zealand Government stock .. .. .	5,382	6	0						
Redemption of New Zealand Government stock .. .. .	62	19	6						
Silver coin confiscated under section 12 (3), Finance Act, 1931 (No. 2) .. .. .	11	9	0						
Surplus funds, Waitangi Land Settlement Association .. .. .	56	0	4				25,008	1	9
<b>CUSTOMS DEPARTMENT:—</b>									
Rents of buildings .. .. .	78	0	0						
Sale of goods seized by Customs .. .. .	25	11	2				103	11	2
<b>LAND AND INCOME TAX DEPARTMENT:—</b>									
Unclaimed moneys—									
Under Unclaimed Moneys Act, 1908, section 6, and Finance Act, 1932, section 30 .. .. .							12,662	12	11
<b>STAMP DUTIES DEPARTMENT:—</b>									
Amounts received under Companies Act, 1933, section 283 .. .. .							138	19	4
<b>DEPARTMENT OF INTERNAL AFFAIRS:—</b>									
Fees and fines, Rotorua Acclimatization District .. .. .	90	16	0						
Fees for—									
Camp sites, licenses, &c. .. .. .	122	13	0						
Slipway .. .. .	12	12	0						
Storage of powder .. .. .	1,551	17	4						
Passport fees .. .. .	2,268	5	6						
Rents of buildings .. .. .	227	4	7						
Sale of—									
Fishing and game licenses, Rotorua Acclimatization District .. .. .	3,799	12	7						
Godwit licenses .. .. .	4	0	0						
Publications .. .. .	20	2	8				8,097	3	8
<b>MARINE DEPARTMENT:—</b>									
Rents of buildings .. .. .							73	5	10
<b>DEPARTMENT OF LABOUR:—</b>									
Rents of buildings .. .. .	61	19	4						
Sale of scales (confiscated) .. .. .	3	9	2				65	8	6
<b>DEPARTMENT OF JUSTICE AND PRISONS:—</b>									
Estreated recognizances .. .. .	15	15	0						
King's Counsel fees .. .. .	8	8	0						
Rents of buildings .. .. .	462	11	6				486	14	6
<b>POLICE DEPARTMENT:—</b>									
Rents of buildings .. .. .	967	14	4						
Sale of—									
Firearms (confiscated) .. .. .	14	5	6						
Liquor (confiscated) .. .. .	387	3	8				1,369	3	6
<b>NAVY DEPARTMENT:—</b>									
Forfeited deferred pay .. .. .	665	11	10						
Purchase of discharges by New Zealand ratings .. .. .	10	0	0						
Rents of buildings .. .. .	242	15	2				918	7	0
<b>ARMY DEPARTMENT:—</b>									
Fines .. .. .	38	6	6						
Hire of equipment, &c. .. .. .	85	12	2						
Purchase of discharges .. .. .	120	0	0						
Rents of buildings .. .. .	1,529	3	2				1,773	1	10
<b>AIR DEPARTMENT:—</b>									
Purchase of discharges .. .. .	64	7	4						
Rents of buildings .. .. .	1,154	18	0				1,219	5	4
Carried forward .. .. .							51,917	2	3

## PUBLIC ACCOUNTS, 1939-1940.

STATEMENT of OTHER RECEIPTS, MISCELLANEOUS, for the FINANCIAL YEAR ended 31st MARCH, 1940—*continued*.

	£	s.	d.	£	s.	d.	£	s.	d.
Brought forward .. .. .	..	..	..	51,917	2	3			
<b>PUBLIC WORKS DEPARTMENT :—</b>									
Amounts credited in terms of section 16 (2) of the Finance Act, 1930 (No. 2)—									
Receipts under section 17 (4) (c), Waihou and Ohinemuri Rivers Improvement Act, 1910—									
Rents, royalties, &c. .. .. .	418	8	6						
Contributions under sections 17 and 18, Waihou and Ohinemuri Rivers Improvement Act, 1910—									
Gold-mining companies .. .. .	1,309	16	0						
Gold duty—Ohinemuri County .. .. .	393	2	1						
Consolidated Fund—									
For year 1938-39 .. .. .	1,329	3	0						
Payment for privilege of draining into pipe-line, Ellerslie Police-station site .. .. .		1	10	0					
Receipts from irrigation and water-supply schemes .. .. .	25,207	3	1						
Rents of buildings .. .. .	15,255	8	1						
Water-power license revenue .. .. .	1,532	13	9						
				45,447	4	9			
<b>DEPARTMENT OF LANDS AND SURVEY :—</b>									
Hauraki Plains Act, 1926—									
Rates .. .. .	1,761	16	9						
Miscellaneous receipts .. .. .	Cr. 1,189	18	5						
Rangitaiki Land Drainage Act, 1910—									
Rates .. .. .	13,147	7	5						
Miscellaneous receipts .. .. .	5,000	18	6						
Sale of wool, Molesworth Station .. .. .	6	3	6						
Scenery Preservation receipts .. .. .	1,017	14	10						
Swamp Drainage Act, 1915—Miscellaneous receipts .. .. .	693	4	6						
Swamp Drainage Amendment Act, 1928, section 2—									
General rate for administration and maintenance .. .. .	1,890	18	0						
Special rate for interest and repayment of loans .. .. .	2,339	10	9						
				24,667	15	10			
<b>DEPARTMENT OF AGRICULTURE :—</b>									
Rents of buildings .. .. .				1,746	7	4			
<b>DEPARTMENT OF INDUSTRIES AND COMMERCE, TOURIST AND PUBLICITY :—</b>									
Overcharges on bookings, &c., unclaimed .. .. .	222	4	3						
Rents of buildings .. .. .	485	5	1						
Sale of exhibits—Canadian National Exhibition .. .. .	11	18	10						
				719	8	2			
<b>DEPARTMENT OF SCIENTIFIC AND INDUSTRIAL RESEARCH :—</b>									
Fees for analyses .. .. .				224	6	0			
<b>MINES DEPARTMENT :—</b>									
Commission on coal and goldfields revenue collected .. .. .	1,235	2	11						
Hire of drills, &c. .. .. .	253	12	5						
Rents of buildings .. .. .	22	15	0						
Sales under section 22, Mining Amendment Act, 1937 .. .. .	18	0	0						
				1,529	10	4			
<b>DEPARTMENT OF HEALTH :—</b>									
Rents of buildings .. .. .				347	12	7			
<b>MENTAL HOSPITALS DEPARTMENT :—</b>									
Rents of buildings .. .. .				37	3	9			
<b>EDUCATION DEPARTMENT :—</b>									
Fees for teachers' certificates, licenses, &c. .. .. .	653	0	1						
Refund of unclaimed balances—									
National Scholarship Fund .. .. .	15	0	0						
Subsidy, Canterbury Education Board .. .. .	177	13	7						
Rents of buildings .. .. .	2,407	1	2						
Unclaimed money, Child Welfare Office .. .. .	82	8	7						
				3,335	3	5			
				£129,971 14 5					

## PUBLIC ACCOUNTS, 1939-1940.

STATEMENT of OTHER RECEIPTS, RECOVERIES on ACCOUNT of EXPENDITURE of PREVIOUS YEARS, for the FINANCIAL YEAR ended 31st MARCH, 1940.

## Ordinary Revenue Account.

	£	s.	d.	£	s.	d.	£	s.	d.
LEGISLATIVE DEPARTMENT :—									
Sale of—									
Publications .. .. .	10	18	2						
Surplus and obsolete stores .. .. .	31	19	11						
							42	18	1
TREASURY DEPARTMENT :—									
Repayment of—									
Balance of loan made to the Southland Electric-power Board in terms of section 34, Finance Act, 1928 ..	12,000	0	0						
Loans to agricultural associations .. .. .	120	9	2						
Sale of surplus and obsolete stores .. .. .	0	10	0						
							12,120	19	2
CUSTOMS DEPARTMENT :—									
Sale of surplus and obsolete stores .. .. .							12	14	6
LAND AND INCOME TAX DEPARTMENT :—									
Sale of surplus and obsolete stores .. .. .							2	18	1
STAMP DUTIES DEPARTMENT :—									
Sale of surplus and obsolete stores .. .. .							12	9	7
PUBLIC SERVICE COMMISSIONER'S OFFICE :—									
Sale of surplus and obsolete stores .. .. .							2	0	0
DEPARTMENT OF INTERNAL AFFAIRS :—									
Recovery from New Zealand Dairy Board of income-tax paid in error on salaries of London officers .. .. .	19	1	1						
Sale of surplus and obsolete stores .. .. .	381	2	1						
							400	3	2
DEPARTMENT OF EXTERNAL AFFAIRS :—									
Sale of surplus and obsolete stores .. .. .							1,061	11	8
PRINTING AND STATIONERY DEPARTMENT :									
Sale of surplus and obsolete stores .. .. .							10	6	9
MARINE DEPARTMENT :—									
Sale of surplus and obsolete stores .. .. .							65	13	4
DEPARTMENT OF LABOUR :—									
Sale of—									
Land and buildings .. .. .	113	0	0						
Surplus and obsolete stores .. .. .	314	2	1						
							427	2	1
NATIVE DEPARTMENT :—									
Sale of surplus and obsolete stores .. .. .							10	8	0
VALUATION DEPARTMENT :—									
Sale of surplus and obsolete stores .. .. .							73	19	7
CENSUS AND STATISTICS DEPARTMENT :—									
Sale of surplus and obsolete stores .. .. .							4	19	0
DEPARTMENT OF JUSTICE AND PRISONS :—									
Sale of surplus and obsolete stores .. .. .							226	8	6
POLICE DEPARTMENT :—									
Sale of surplus and obsolete stores .. .. .							224	7	9
NAVY DEPARTMENT :—									
Refund of passage-money for Naval draft .. .. .	114	15	0						
Sale of—									
Land and buildings .. .. .	60	0	0						
Surplus and obsolete stores .. .. .	10	1	0						
							184	16	0
ARMY DEPARTMENT :—									
Sale of surplus and obsolete stores .. .. .							1,510	14	4
AIR DEPARTMENT :—									
Recovery of overcharge, Rongotai Air Pageant .. .. .	30	5	0						
Sale of surplus and obsolete stores .. .. .	20	3	2						
							50	8	2
PUBLIC WORKS DEPARTMENT :—									
Recovery part cost river erosion protective works, Otaki ..							412	10	0
DEPARTMENT OF LANDS AND SURVEY :—									
Recovery of bad debt written off in previous years, Discharged Soldiers Settlement Account .. .. .	0	8	0						
Repayment of loan—Egmont National Park Board .. .. .	216	3	4						
Sale of surplus and obsolete stores .. .. .	94	15	1						
							311	6	5
Carried forward .. .. .							17,168	14	2

## PUBLIC ACCOUNTS, 1939-1940.

STATEMENT of OTHER RECEIPTS, RECOVERIES on ACCOUNT of EXPENDITURE of PREVIOUS YEARS, for the FINANCIAL YEAR ended 31st MARCH, 1940—*continued*.Ordinary Revenue Account—*continued*.

	£	s.	d.	£	s.	d.	£	s.	d.
Brought forward .. .. .	..			17,168	14	2			
DEPARTMENT OF AGRICULTURE :—									
Sale of surplus and obsolete stores .. .. .	..			148	7	6			
DEPARTMENT OF INDUSTRIES AND COMMERCE, TOURIST AND PUBLICITY :—									
Instalments on account of advance to Rotorua Golf Club	155	15	0						
Sale of—									
Live-stock .. .. .	8	15	5						
Surplus and obsolete stores .. .. .	169	6	6						
				333	16	11			
DEPARTMENT OF SCIENTIFIC AND INDUSTRIAL RESEARCH :—									
Sale of surplus and obsolete stores .. .. .	..			37	4	7			
MINES DEPARTMENT :—									
Sale of surplus and obsolete stores .. .. .	..			44	10	0			
DEPARTMENT OF HEALTH :—									
Sale of surplus and obsolete stores .. .. .	..			94	15	9			
MENTAL HOSPITALS DEPARTMENT :—									
Sale of surplus and obsolete stores .. .. .	..			45	0	0			
EDUCATION DEPARTMENT :—									
Sale of surplus and obsolete stores .. .. .	..			676	12	4			
SOCIAL SECURITY DEPARTMENT :—									
Sale of surplus and obsolete stores .. .. .	..			12	4	0			
NATIONAL PROVIDENT AND FRIENDLY SOCIETIES DEPARTMENT :—									
Sale of surplus and obsolete stores .. .. .	..			2	11	0			
							18,563	16	3
<b>UNAUTHORIZED EXPENDITURE OF PREVIOUS YEARS.</b>									
DEPARTMENT OF LANDS AND SURVEY :—									
Recovery of part of amount paid for goods supplied to a former mortgagor under the Discharged Soldiers Settlement Account .. .. .	..			3	3	0			
DEPARTMENT OF HEALTH :—									
Recoupment to the Consolidated Fund in terms of section 12, King George V Memorial Fund Act, 1938, of advance made to the Wellington Children's Health Camp Association .. .. .	..			6,300	0	0			
							6,303	3	0
							£24,866	19	3

## PUBLIC ACCOUNTS, 1939-1940.

STATEMENT of the DISBURSEMENTS of the CONSOLIDATED FUND (Ordinary Revenue Account) under SPECIAL ACTS of the LEGISLATURE, and of RECOVERIES in respect of such DISBURSEMENTS, for the FINANCIAL YEAR ended 31st MARCH, 1940.

## Debt Services—Interest.

Nature of Security.	Maturity Date.	Rate per Cent.	Gross Interest due and charged to Ordinary Revenue Account for Year ended 31st March, 1940.		
			£	s.	d.
Stock .. .. .	20th April, 1939 .. .. .	4½	58	10	0
Stock .. .. .	15th May, 1939 .. .. .	3	3,750	0	0
Stock .. .. .	1st January, 1940 .. .. .	3½	544,658	17	4
Stock .. .. .	15th January, 1940 .. .. .	3½	333	15	0
Debentures .. .. .	31st March, 1940 .. .. .	2½	134	12	6
Debentures .. .. .	15th June, 1940 .. .. .	4	26,569	14	8
Stock .. .. .	15th September, 1940 .. .. .	3¼	16,250	0	0
Debentures .. .. .	15th December, 1940 .. .. .	4	19,356	10	11
Debentures .. .. .	1st July, 1941 .. .. .	4½	463	10	0
Stock and Debentures .. .. .	15th July, 1941 .. .. .	3	138,405	3	0
Debentures .. .. .	1st August, 1941 .. .. .	4½	315	0	0
Stock and Debentures .. .. .	15th November, 1941 .. .. .	3½	121,022	12	11
Stock .. .. .	1st March, 1942 .. .. .	4	1,480	0	0
Stock .. .. .	15th March, 1943 .. .. .	3½	131,008	3	9
Stock .. .. .	15th March, 1943 .. .. .	4	397,457	14	0
Stock .. .. .	1st March, 1944 .. .. .	4½	330,284	10	6
Stock .. .. .	1st January, 1940-45 .. .. .	3½	280,000	0	0
Debentures .. .. .	15th February, 1945 .. .. .	5	9,975	0	0
Stock .. .. .	1st March, 1945 .. .. .	4½	341,140	16	8
Stock .. .. .	15th March, 1945 .. .. .	4	129	6	4
Stock .. .. .	1st April, 1945 .. .. .	3	289,799	8	0
Stock .. .. .	1st January, 1946 .. .. .	5	644,305	10	2
Stock and Debentures .. .. .	15th February, 1946 .. .. .	4	393,662	19	9
Stock .. .. .	1st April, 1946 .. .. .	3	35,862	8	6
Stock .. .. .	1st April, 1946 .. .. .	4	18,638	8	8
Stock .. .. .	15th September, 1947 .. .. .	4	114,042	0	0
Debentures .. .. .	15th September, 1947 .. .. .	5	66,525	0	0
Stock .. .. .	1st November, 1947 .. .. .	4½	504,972	7	10
Stock .. .. .	30th November, 1948 .. .. .	4	36,706	11	0
Stock .. .. .	1st January, 1949 .. .. .	4	420	0	0
Stock and Debentures .. .. .	15th April, 1949 .. .. .	4	358,613	4	3
Stock .. .. .	15th December, 1949 .. .. .	5	375,000	0	0
Stock .. .. .	15th December, 1950 .. .. .	3½	8,750	0	0
Stock and Debentures .. .. .	1st February, 1951 .. .. .	5½	111,595	0	0
Stock .. .. .	15th May, 1952 .. .. .	3½	67,397	13	3
Stock .. .. .	15th May, 1952 .. .. .	4	422,377	14	8
Stock .. .. .	1st February, 1954 .. .. .	3½	175,000	0	0
Stock and Debentures .. .. .	15th June, 1955 .. .. .	4	376,107	7	0
Stock .. .. .	1st July, 1955 .. .. .	3	360,000	0	0
Stock and Debentures .. .. .	1st January, 1956 .. .. .	3	10,873	10	0
Stock .. .. .	1st January, 1956 .. .. .	4	4,000	0	0
Stock .. .. .	15th January, 1957 .. .. .	2½	35,425	0	0
Stock and Debentures .. .. .	15th January, 1957 .. .. .	3	1,407	0	0
Stock and Debentures .. .. .	15th January, 1953-57 .. .. .	3½	317,495	8	2
Stock .. .. .	15th January, 1957 .. .. .	3½	24,121	12	9
Stock .. .. .	1st February, 1957 .. .. .	3	9,528	17	1
Stock .. .. .	15th May, 1957 .. .. .	2½	35,425	0	0
Stock .. .. .	15th May, 1957 .. .. .	3	176,227	2	10
Stock .. .. .	15th May, 1957 .. .. .	3½	53,728	0	2
Stock .. .. .	15th August, 1957 .. .. .	2½	35,425	0	0
Stock .. .. .	15th August, 1957 .. .. .	3	175,276	17	2
Stock .. .. .	15th August, 1957 .. .. .	4	61,102	7	3
Stock .. .. .	15th February, 1958 .. .. .	2½	35,425	0	0
Stock .. .. .	15th February, 1958 .. .. .	3½	76,644	4	8
Stock .. .. .	1st March, 1958 .. .. .	4½	865,145	18	6
Stock .. .. .	31st May, 1954-58 .. .. .	4	67,661	10	4
Stock .. .. .	15th June, 1958 .. .. .	2½	35,425	0	0
Stock .. .. .	15th June, 1958 .. .. .	3½	53,243	15	0
Stock .. .. .	15th September, 1958 .. .. .	2½	35,425	0	0
Stock .. .. .	15th September, 1958 .. .. .	3½	44,149	0	0
Stock .. .. .	15th December, 1958 .. .. .	2½	71,050	0	0
Stock .. .. .	15th December, 1958 .. .. .	3	179,536	16	0
Stock .. .. .	15th March, 1959 .. .. .	3	35,107	7	6
Stock .. .. .	15th March, 1959 .. .. .	3½	55,029	2	0
Stock .. .. .	15th March, 1959 .. .. .	4	5,564	3	7
Stock .. .. .	15th July, 1959 .. .. .	3	97,719	5	5
Stock .. .. .	15th July, 1959 .. .. .	3½	14,250	0	0
Carried forward .. .. .	.. .. .	..	9,333,981	9	1

## PUBLIC ACCOUNTS, 1939-1940.

STATEMENT of the DISBURSEMENTS and RECOVERIES under SPECIAL ACTS of the LEGISLATURE—continued.

## Debt Services—Interest—continued

Nature of Security.	Maturity Date.	Rate per Cent.	Gross Interest due and charged to Ordinary Revenue Account for Year ended 31st March, 1940.	
			£	s. d.
Brought forward .. .. .	.. .. .	.. .. .	9,333,981	9 1
Stock .. .. .	15th October, 1959 .. .. .	3 .. .. .	51,395	10 9
Stock .. .. .	15th November, 1959 .. .. .	3 .. .. .	127,366	1 0
Stock .. .. .	15th October, 1960 .. .. .	3½ .. .. .	139,618	10 0
Stock .. .. .	1st February, 1963 .. .. .	4 .. .. .	435,385	2 2
Stock .. .. .	1st November, 1971 .. .. .	5 .. .. .	250,000	0 0
Treasury Notes .. .. .	Various .. .. .	4½ .. .. .	4,913	19 8
Floating Debt—i.e., Treasury Bills .. .. .	.. .. .	.. .. .	571,261	6 7
Temporary Transfers; Public Revenues Act, 1926, section 40 .. .. .	.. .. .	.. .. .	912	5 4
Gross interest charged to Ordinary Revenue Account for year ended 31st March, 1940 .. .. .			10,914,864	8 7
Less amounts recovered .. .. .			2,932,359	3 11
Net amount of interest charged to Ordinary Revenue Account for year ended 31st March, 1940 .. .. .			£7,982,505	4 8

## Domicile of Gross Interest paid, 1939-40.

(Nominal Amounts.)

	£	s.	d.
London .. .. .	5,526,152	7	9
London paid in New Zealand .. .. .	143,640	1	1
Australia .. .. .	47,799	0	0
New Zealand .. .. .	5,197,263	16	9
	£10,914,864	8	7

## PUBLIC ACCOUNTS, 1939-1940.

STATEMENT of the DISBURSEMENTS of the CONSOLIDATED FUND (Ordinary Revenue Account) under SPECIAL ACTS of the LEGISLATURE and of RECOVERIES in respect of such DISBURSEMENTS for the FINANCIAL YEAR ended 31st MARCH, 1940.

## Debt Services.

	Gross Amount charged to Ordinary Revenue Account.		Recoveries.		Net Amount charged to Ordinary Revenue Account.	
	£	s. d.	£	s. d.	£	s. d.
Interest (details as shown in foregoing statement) ..	10,914,864	8 7	2,932,359	3 11	7,982,505	4 8
<b>AMORTIZATION OF DEBT.</b>						
<b>Sinking Fund.</b>						
FINANCE ACT, 1928, SECTION 13:—						
Westport Harbour Act, 1920,—						
Westport Harbour Board Act, 1884						
Sinking Fund in respect of loans raised by Westport Harbour Board:—						
Annual payment in terms of section 13 (4) (a) ..	7,000	0 0	..	..	7,000	0 0
Amount paid in terms of section 13 (4) (d), being 4½ per cent. in respect of £85,750 paid by the Public Trustee to 31st March, 1939, for redemption of loans .. .. .	3,858	15 0	..	..	3,858	15 0
Total, Sinking Fund .. .. .	10,858	15 0	..	..	10,858	15 0
<b>Repayment of the Public Debt Act, 1925.</b>						
REPAYMENT OF THE PUBLIC DEBT ACT, 1925:—						
Section I (a),—						
Amount transferred to the Public Debt Repayment Account, being contribution for the year 1939-40 of ½ per cent. on the public debt within the meaning of the Act outstanding at 31st March, 1939 (½ per cent. on £230,650,302 10s. 8d.) .. .. .						
	1,153,251	10 3	..	..	1,153,251	10 3
Amount transferred to the Public Debt Repayment Account, being contribution of ½ per cent. on £18,433,865 16s. 5d., debt redeemed under the Act to 31st March, 1939 .. .. .						
	92,169	6 6	..	..	92,169	6 6
Section II (b),—						
Amount transferred to the Public Debt Repayment Account, being contribution of 3½ per cent. on £18,433,865 16s. 5d., debt redeemed under the Act to 31st March, 1939 .. .. .						
	645,185	6 0	..	..	645,185	6 0
Amount transferred to the Public Debt Repayment Account, being contribution of 3½ per cent. on £1,878,217 9s. 6d., debt redeemed under the Act during the year 1939-40, computed from the dates of redemption to 31st March, 1940 .. .. .						
	1,771	7 9	..	..	1,771	7 9
Total, Repayment of the Public Debt Act, 1925 .. .. .	1,892,377	10 6	..	..	1,892,377	10 6
<b>Transfer to Loans Redemption Account.</b>						
PUBLIC REVENUES ACT, 1926, SECTION 135 (4):—						
Transfer from Ordinary Revenue Account for redemption of loans—						
Public Works Fund: General Purposes Account ..	252,331	7 7	..	..	252,331	7 7
<b>ADMINISTRATION AND MANAGEMENT.</b>						
NEW ZEALAND LOANS ACT, 1932, SECTION 62 (3):—						
Stamp duty on transfers of New Zealand Consolidated Stock						
	5,540	4 5	..	..	..	..
Less amounts recovered from—						
Electric Supply Account .. .. .	69	8 9	..	..	..	..
Land for Settlements Account .. .. .	268	12 7	..	..	..	..
	..	..	338	1 4	5,202	3 1
NEW ZEALAND LOANS ACT, 1932, SECTION 61:—						
Charges and expenses of raising loans:—						
New Zealand Debt Conversion Act, 1932 33, Section 19 (3):—						
Costs, charges, and expenses of conversions:—						
Premiums paid in cash .. .. .	1	2 5	..	..	1	2 5
Charges and expenses of raising loans—						
Fresh issues—						
Public Works Fund: General Purposes Account ..	13,893	13 8	..	..	13,893	13 8
Issues in renewal and conversion—						
Ordinary Revenue Account .. .. .	2,500	0 0	138	8 10	2,500	0 0
Public Works Fund: General Purposes Account ..	167,508	10 11	..	..	167,508	10 11
Bank of New Zealand Shares Account .. .. .	8,283	1 2	..	..	8,283	1 2
Finance Act, 1932, Section 55—						
Exchange on remittance beyond New Zealand—						
Ordinary Revenue Account .. .. .	33	18 5	..	..	33	18 5
Public Works Fund: General Purposes Account ..	81,162	19 5	..	..	81,162	19 5
Bank of New Zealand Shares Account .. .. .	2,029	7 0	..	..	2,029	7 0
	275,551	1 10	138	8 10	275,412	13 0
Carried forward .. .. .	281,091	6 3	476	10 2	280,614	16 1
Carried forward .. .. .	113,070,432	1 8	2,932,359	3 11	10,138,072	17 9

## PUBLIC ACCOUNTS, 1939-1940.

DISBURSEMENTS and RECOVERIES under SPECIAL ACTS of the LEGISLATURE—*continued.*Debt Services—*continued.*

	Gross Amount charged to Ordinary Revenue Account.		Recoveries.		Net Amount charged to Ordinary Revenue Account.	
	£	s. d.	£	s. d.	£	s. d.
Brought forward .. .. .	13,070,432	1 8	2,932,359	3 11	10,138,072	17 9
Brought forward .. .. .	281,091	6 3	476	10 2	280,614	16 1
<b>ADMINISTRATION AND MANAGEMENT—<i>continued.</i></b>						
NEW ZEALAND LOANS ACT, 1932:—						
Section 24 (1),—						
Amount paid Bank of England for half years ended 30th April, 1939, and 31st October, 1939, for management of New Zealand loans—						
Consolidated Stock .. .. .	39,330	13 6				
Amount paid to the Reserve Bank of New Zealand for year ended 31st March, 1940, for management of New Zealand Government loans .. .. .						
	14,392	1 9				
<i>Less</i> amounts recovered from—						
Nauru and Ocean Islands Account .. .. .	28	11 9				
Electric Supply Account .. .. .	1,914	5 4				
Land for Settlements Account .. .. .	1,296	17 6				
Main Highways Account .. .. .	744	2 4				
State Coal-mines Account .. .. .	19	8 10				
State Forests Account .. .. .	266	3 6				
			4,269	9 3	49,453	6 0
Total, Administration and Management	334,814	1 6	4,745	19 5	330,068	2 1
<b>PAYMENTS ON GUARANTEED LOANS.</b>						
LAND SETTLEMENT FINANCE ACT, 1909:—						
Section 13 (1),—						
Interest and principal in arrear made good under Government guarantee .. .. .						
<i>Less</i> Repayment by Associations under sub-section (5)—						
Bruce Land Settlement Association .. .. .			852	17 9		
Lake Alice Land Settlement Association .. .. .			79	11 0		
Moorfield Land Settlement Association .. .. .			2,156	5 1		
Otauri Land Settlement Association .. .. .			75	4 4		
			3,163	18 2		
					Cr. 3,163	18 2
LOCAL BODIES' LOANS AMENDMENT ACT, 1908:—						
Section 10,—						
Subsidies on instalments of sinking fund—						
Cambridge Borough Council, due 30th April, 1939 .. .. .	25	0 0				
Christchurch City Council, due 31st March, 1939 .. .. .	71	5 0				
Christchurch City Council, due 31st March, 1940 .. .. .	71	5 0				
Grey Lynn Borough Council, due 1st April, 1939 .. .. .	225	0 0				
Levin Borough Council, due 1st April, 1939 .. .. .	135	0 0				
Port Chalmers Borough Council, due 31st March, 1940 .. .. .	17	10 0				
Taihape Borough Council, due 1st April, 1939 .. .. .	106	5 0				
	651	5 0			651	5 0
Total, Payments on Guaranteed Loans	651	5 0	3,163	18 2	Cr. 2,512	13 2
<b>TOTAL, DEBT SERVICES .. .. .</b>	<b>13,405,897</b>	<b>8 2</b>	<b>2,940,269</b>	<b>1 6</b>	<b>10,465,628</b>	<b>6 8</b>



## PUBLIC ACCOUNTS, 1939-1940.

STATEMENT of the DISBURSEMENTS of the CONSOLIDATED FUND (Ordinary Revenue Account) under SPECIAL ACTS of the LEGISLATURE and RECOVERIES in respect of such DISBURSEMENTS for the FINANCIAL YEAR ended 31st MARCH, 1940.

## Other Services.

Act.	Gross Amount charged to Ordinary Revenue Account.		Recoveries.		Net Amount charged to Ordinary Revenue Account.	
	£	s. d.	£	s. d.	£	s. d.
<b>GRANTS AND SUBSIDIES.</b>						
<b>Payment to Racing Clubs of Proportion of Totalizator Duty.</b>						
FINANCE ACT (No. 2), 1935, SECTION 17:—						
Refunds to racing clubs of proportion of totalizator duty .. .. .	46,737	18 0	..	..	46,737	18 0
<b>Subsidies to Superannuation Funds.</b>						
FINANCE ACT, 1939:—						
(No. 2), Section 4, —						
Government Railways Superannuation Fund .. .. .	71,000	0 0	..	..	..	..
Public Service Superannuation Fund .. .. .	27,000	0 0	..	..	..	..
Teachers' Superannuation Fund .. .. .	102,000	0 0	..	..	..	..
	200,000	0 0	..	..	200,000	0 0
<b>Miscellaneous Grants and Subsidies.</b>						
LAND ACT, 1924:—						
Sections 139 and 358,—						
Amount paid by Receivers of Land Revenue into Local Bodies' Deposit Accounts for payment to local authorities in respect of rents, royalties, &c. (" thirds," " fourths," and " halves ")—						
Territorial revenue .. .. .	4,963	15 0	..	..	4,963	15 0
WAIHOU AND OHINEMURI RIVERS IMPROVEMENT ACT, 1910, SECTION 17 (4) (d), AND APPROPRIATION ACT, 1916, SECTION 27:—						
Contributions towards interest and cost of administration and maintenance of Waihou and Ohinemuri Rivers Improvement Works,—						
On account of year 1938-39 .. .. .	1,329	3 0	..	..	1,329	3 0
<b>TOTAL GRANTS AND SUBSIDIES .. .. .</b>	<b>253,030</b>	<b>16 0</b>	<b>..</b>	<b>..</b>	<b>253,030</b>	<b>16 0</b>
<b>SALARIES AND HONORARIA.</b>						
<b>Legislative.</b>						
CIVIL LIST ACT, 1920:—						
Part III, Section 16,—						
Speakers of both Houses and Chairmen of Committees .. .. .	2,615	9 1	..	..	..	..
Part III, Section 17,—						
Members of the Legislative Council .. .. .	10,694	15 3	..	..	..	..
Members of the House of Representatives .. .. .	29,855	16 11	..	..	..	..
Part IV, Section 22,—						
Officers of Legislative Council and House of Representatives .. .. .	2,200	0 0	..	..	..	..
	45,366	1 3	..	..	45,366	1 3
	45,366	1 3	..	..	45,366	1 3
Carried forward .. .. .	45,366	1 3	..	..	45,366	1 3
Carried forward .. .. .	253,030	16 0	..	..	253,030	16 0

## PUBLIC ACCOUNTS, 1939-1940.

DISBURSEMENTS and RECOVERIES under SPECIAL ACTS of the LEGISLATURE—*continued.***Other Services** *continued.*

Act.	Gross Amount charged to Ordinary Revenue Account.		Recoveries.		Net Amount charged to Ordinary Revenue Account.	
	£	s. d.	£	s. d.	£	s. d.
Brought forward .. .. .	253,030	16 0	..	..	253,030	16 0
<b>SALARIES AND HONORARIA—<i>continued.</i></b>						
Brought forward .. .. .	45,366	1 3	..	..	45,366	1 3
<b>Justice.</b>						
<b>JUDICATURE AMENDMENT ACT, 1920 :—</b>						
Section 3,—						
The Judges—						
The Chief Justice—						
Myers, Sir M., P.C., G.C.M.G., K.B., salary, 1 April, 1939, to 31 March, 1940 .. .. .	2,250	0 0	..	..	..	..
The Puisne Judges—						
Ostler, H. H., salary, 1 April, 1939, to 31 March, 1940 .. .. .	2,000	0 0	..	..	..	..
Reed, Sir J. R., C.B.E., salary, 1 April, 1939, to 30 September, 1939 .. .. .	1,000	0 0	..	..	..	..
Smith, D. S., salary, 1 April, 1939, to 31 March, 1940 .. .. .	2,000	0 0	..	..	..	..
Blair, A. W., salary, 1 April, 1939, to 31 March, 1940 .. .. .	2,000	0 0	..	..	..	..
Kennedy, R., salary, 1 March, 1939, to 31 March, 1940 .. .. .	2,177	15 8	..	..	..	..
Fair, A., salary, 1 April, 1939, to 31 March, 1940 .. .. .	2,000	0 0	..	..	..	..
Callan, J. B., salary 1 April, 1939, to 31 March, 1940 .. .. .	2,000	0 0	..	..	..	..
Northeroft, H. E., salary, 1 April, 1939, to 31 March, 1940 .. .. .	2,000	0 0	..	..	..	..
Johnston, H. F., salary, 1st August, 1939, to 31st March, 1940 .. .. .	1,333	6 8	..	..	..	..
<b>MORTGAGORS AND LESSEES REHABILITATION ACT, 1936 :—</b>						
Section 12 (3),—						
Judge of the Court of Review—						
Johnston, H. F., salary, 1 April, 1939, to 31 July, 1939 .. .. .	666	13 4	..	..	..	..
	19,427	15 8	..	..	19,427	15 8
<b>Other Salaries.</b>						
<b>INDUSTRIAL CONCILIATION AND ARBITRATION ACT, 1925 :—</b>						
Section 64,—						
Judge of the Arbitration Court—						
O'Regan, P. J., salary, 1 April, 1939, to 8 March, 1940 .. .. .	1,875	6 11	..	..	..	..
Tyndall, A., salary, 9th to 31st March, 1940 .. .. .	123	13 1	..	..	..	..
<b>INDUSTRIAL CONCILIATION AND ARBITRATION AMENDMENT ACT (No. 2), 1937, SECTION 2, AND INDUSTRIAL CONCILIATION AND ARBITRATION AMENDMENT ACT (No. 3), 1937, SECTION 2 :—</b>						
Judge of the Arbitration Court—						
Hunter, W. J., salary, 1 April, 1939, to 31 March, 1940 .. .. .	2,000	0 0	..	..	..	..
<b>PUBLIC REVENUES ACT, 1926 :—</b>						
Section 6,—						
Salary, Controller and Auditor-General (Fowler, J. H.), 1 April, 1939, to 31 August, 1939 .. .. .						
	541	13 4	..	..	..	..
Salary, Controller and Auditor-General (Collins, C. G.), 1 September, 1939, to 31 March, 1940 .. .. .						
	758	6 8	..	..	..	..
<b>PUBLIC SERVICE ACT, 1912, SECTION 8, AND APPROPRIATION ACT, 1925, SECTION 20 (1) (a) :—</b>						
Public Service Commissioner—						
Mark, T., salary, 1 April, 1939, to 31 March, 1940 .. .. .	1,500	0 0	..	..	..	..
	6,800	0 0	..	..	6,800	0 0
TOTAL SALARIES AND HONORARIA .. .. .	71,593	16 11	..	..	71,593	16 11
Carried forward .. .. .	324,624	12 11	..	..	324,624	12 11

## PUBLIC ACCOUNTS, 1939-1940.

DISBURSEMENTS and RECOVERIES under SPECIAL ACTS of the LEGISLATURE—*continued*.Other Services—*continued*.

Act.	Gross Amount charged to Ordinary Revenue Account.		Recoveries.		Net Amount charged to Ordinary Revenue Account.	
	£	s. d.	£	s. d.	£	s. d.
Brought forward .. .. .	324,624	12 11	..	..	324,624	12 11
<b>HIGHWAYS.</b>						
<b>Tire-tax, Fees, and Fines transferred to Main Highways Account.</b>						
FINANCE ACT, 1927 (No. 2):—						
Section 24 (1),—						
Transfer to Main Highways Account as under—						
	£	s. d.				
Tire-tax .. .. .	102,796	5 7				
Motor-vehicles fees, fines, &c. ..	619,676	2 0				
	722,382	7 7			722,382	7 7
<b>Tax on Motor-spirits transferred to Main Highways Account.</b>						
MOTOR-SPIRITS TAXATION ACT, 1927, SECTION 9 (1) (a):—						
Allocation of residue after deduction of expenses,*—						
92 per cent. of residue for period 1 April, 1939, to 31 March, 1940 .. .. .						
	2,057,000	17 7			2,057,000	17 7
<b>Tax on Motor-spirits paid to Boroughs.</b>						
MOTOR-SPIRITS TAXATION ACT, 1927:—						
Section 9 (1) (b),—						
Allocation of residue after deduction of expenses,*—						
Residue paid to Borough Councils—						
8 per cent. for period 1 January, 1939, to 31 December, 1939 .. .. .						
	181,367	19 6			181,367	19 6
<b>Motor-vehicles: Mileage-tax and Penalties.</b>						
<i>Mileage-tax and Penalties transferred to Main Highways Account.</i>						
MOTOR-SPIRITS TAXATION ACT, 1927, SECTION 9 (1) (a), AND MOTOR-VEHICLES AMENDMENT ACT, 1934-35:—						
Section 4 (6) (a), Electrically-propelled motor-vehicles .. .. .						
	84	4 7				
Section 4 (6) (b), Other motor-vehicles .. .. .						
	10,630	18 1			10,715	2 8
<i>Mileage-tax and Penalties paid to Boroughs.</i>						
MOTOR-SPIRITS TAXATION ACT, 1927, SECTION 9 (1) (b), AND MOTOR-VEHICLES AMENDMENT ACT, 1934-35:—						
Section 4 (6) (a), Electrically-propelled motor-vehicles .. .. .						
	6	14 3				
Section 4 (6) (b), Other motor-vehicles .. .. .						
	795	4 9			801	19 0
	11,517	1 8			11,517	1 8
<b>Expenses of collecting and making Refunds.</b>						
FINANCE ACT, 1927 (No. 2):—						
Section 24 (3),—						
Transfer to the credit of Vote, Customs, in respect of the expenses incidental to the collection of tire-tax .. .. .						
	1,141	10 3				
MOTOR-SPIRITS TAXATION ACT, 1927:—						
Section 7,—						
Expenses of collecting tax on motor-spirits paid to the credit of Vote, Customs, for the period 1 January, 1939, to 31 December, 1939 .. .. .						
	22,529	14 8				
Expenses of refunding tax on motor-spirits paid to the Post Office for the period 1 January, 1939, to 31 December, 1939 .. .. .						
	3,870	0 0			26,399	14 8
	27,541	4 11			27,541	4 11
TOTAL, HIGHWAYS .. .. .	2,999,809	11 3			2,999,809	11 3
Carried forward .. .. .	3,324,434	4 2			3,324,434	4 2

\* No deduction has been made in respect of any expenses incidental to the allocation of the residue.

## PUBLIC ACCOUNTS, 1939-1940.

DISBURSEMENTS and RECOVERIES under SPECIAL ACTS of the LEGISLATURE—*continued.***Other Services—*continued.***

Act.	Gross Amount charged to Ordinary Revenue Account.		Recoveries.		Net Amount charged to Ordinary Revenue Account.	
	£	s. d.	£	s. d.	£	s. d.
Brought forward .. .. .	3,321,434	4 2	..	..	3,321,434	4 2
<b>EXCHANGE.</b>						
FINANCE ACT, 1932 :— Section 55, — Exchange on remittances of public moneys to or from any country beyond New Zealand .. .. .						
	2,436,513	10 2	731,797	2 8	1,704,716	7 6
TOTAL, EXCHANGE .. .. .	2,436,513	10 2	731,797	2 8	1,704,716	7 6
<b>ADVANCES.</b>						
On Account of other Governments. FINANCE ACT, 1930 (No. 2) :— Section 7, — Advances made on behalf of other Governments—						
Canada .. .. .	46	0 0	76	9 10	Cr. 30	9 10
Commonwealth .. .. .	21,974	1 0	25,559	16 3	Cr. 576	15 3
Federated Malay States .. .. .	4	4 0	0	10 6	3	13 6
Fiji .. .. .	199	5 4	156	11 9	42	13 7
Imperial Government .. .. .	51,607	8 3	47,895	11 8	3,711	16 7
Indian Government .. .. .	2	2 0	..	..	2	2 0
Kenya .. .. .	126	14 8	213	4 3	Cr. 86	9 7
Palestine .. .. .	..	..	228	6 6	Cr. 228	6 6
Sarawak .. .. .	146	12 1	71	15 10	74	16 3
Tanganyika Territory .. .. .	234	19 9	..	..	234	19 9
Union of South Africa .. .. .	..	..	3	3 0	Cr. 3	3 0
TOTAL, ADVANCES .. .. .	77,341	7 1	71,196	9 7	3,144	17 6
<b>DEFENCE.</b>						
WAR EXPENSES ACT, 1939, SECTION 2 (4) (d) :— Transfer to War Expenses Account of unexpended balances of the moneys appropriated under vote—						
Navy .. .. .	750,830	19 4	..	..	..	..
Army .. .. .	1,052,498	12 10	..	..	..	..
Air .. .. .	484,496	0 10	..	..	..	..
TOTAL, DEFENCE .. .. .	2,287,825	13 0	..	..	2,287,825	13 0
<b>OTHER SPECIAL ACTS.</b>						
PENSIONS.						
JUDICATURE ACT, 1908 :— Sections 12-14, — Superannuation allowances—						
Stringer, Sir T. W., 1 April, 1939, to 31 March, 1940 .. .. .	750	0 0	..	..	..	..
Herdman, Sir A. L., 1 April, 1939, to 31 March, 1940 .. .. .	1,083	6 8	..	..	..	..
Reed, Sir John, 1 October, 1939, to 31 March, 1940 .. .. .	458	6 6	..	..	..	..
TOTAL, PENSIONS .. .. .	2,291	13 2	..	..	2,291	13 2
Carried forward .. .. .	2,291	13 2	..	..	2,291	13 2
Carried forward .. .. .	8,126,114	14 5	805,993	12 3	7,320,121	2 2

## PUBLIC ACCOUNTS, 1939-1940.

DISBURSEMENTS and RECOVERIES under SPECIAL ACTS of the LEGISLATURE—*continued.***Other Services—*continued.***

Act.	Gross Amount charged to Ordinary Revenue Account.			Recoveries.			Net Amount charged to Ordinary Revenue Account.		
	£	s.	d.	£	s.	d.	£	s.	d.
Brought forward .. .. .	8,126,114	14	5	805,993	12	3	7,320,121	2	2
<b>OTHER SPECIAL ACTS—<i>continued.</i></b>									
Brought forward .. .. .	2,291	13	2	..	..	..	2,291	13	2
MISCELLANEOUS.									
APPROPRIATION ACT, 1926 :—									
Section 15,—									
Travelling expenses of His Excellency the Governor-General and staff in excess of amount provided under the Civil List Act, 1920 .. .. .									
	4,891	18	9	3	17	9	4,891	1	0
FINANCE ACT (No. 3), 1934 :—									
Section 8,—									
Interest on income-tax paid in advance .. .. .									
	11,132	5	3	..	..	..	11,132	5	3
NATIVE PURPOSES ACT, 1931 :—									
Section 51,—									
Sixteenth annual payment to Arawa District Trust Board for the benefit of the Arawa Tribe.. .. .									
	6,000	0	0	..	..	..	6,000	0	0
Section 54,—									
Thirteenth annual payment to Tawharetoa Trust Board for benefit of Tawharetoa Tribe in connection with Lake Taupo claims .. .. .									
	3,000	0	0	..	..	..	3,000	0	0
PUBLIC REVENUES ACT, 1926 :—									
Section 151,—									
Free issue of official postage-stamps to members of the House of Representatives and to members of the Legislative Council .. .. .									
	2,506	0	0	..	..	..	2,506	0	0
TOTAL, MISCELLANEOUS .. .. .	27,533	4	0	3	17	9	27,529	6	3
TOTAL, OTHER SPECIAL ACTS .. .. .	29,824	17	2	3	17	9	29,820	19	5
TOTAL, OTHER SERVICES .. .. .	8,155,939	11	7	805,997	10	0	7,349,942	1	7

## PUBLIC ACCOUNTS, 1939-1940.

STATEMENT of the DISBURSEMENTS of the CONSOLIDATED FUND (Ordinary Revenue Account) under the RURAL INTERMEDIATE CREDIT ACT, 1927, Section 16.

## ADVANCES TO THE RURAL INTERMEDIATE CREDIT BOARD.

Date of Advance.	Term.	Date on which Repayment is due.	Date from which Interest becomes payable.	Two-thirds of Advance (in Cash) for the Purpose of carrying on Business under the Act.		One-third of Advance to be credited to the Rural Intermediate Credit Redemption Fund in Terms of Section 17 (1).		Total Advance in Terms of Section 16.	
				£	s. d.	£	s. d.	£	s. d.
June 30, 1928..	20	June 29, 1948..	June 30, 1938	3,400	0 0	1,700	0 0*	5,100	0 0
June 30, 1928..	20	June 29, 1948..	" "	10,000	0 0	5,000	0 0*	15,000	0 0
July 31, 1928..	20	July 30, 1948..	" "	10,000	0 0	5,000	0 0*	15,000	0 0
Aug. 15, 1928..	20	Aug. 14, 1948..	" "	5,000	0 0	2,500	0 0*	7,500	0 0
Aug. 21, 1928..	20	Aug. 20, 1948..	" "	5,000	0 0	2,500	0 0*	7,500	0 0
Sept. 13, 1928..	20	Sept. 12, 1948..	" "	5,000	0 0	2,500	0 0*	7,500	0 0
Oct. 3, 1928..	20	Oct. 2, 1948..	" "	5,000	0 0	2,500	0 0*	7,500	0 0
Oct. 8, 1928..	20	Oct. 7, 1948..	" "	10,000	0 0	5,000	0 0*	15,000	0 0
Oct. 19, 1928..	20	Oct. 18, 1948..	" "	10,000	0 0	5,000	0 0*	15,000	0 0
Nov. 8, 1928..	20	Nov. 7, 1948..	" "	5,000	0 0	2,500	0 0*	7,500	0 0
Dec. 21, 1928..	20	Dec. 20, 1948..	" "	5,000	0 0	2,500	0 0*	7,500	0 0
April 10, 1929..	20	April 9, 1949..	" "	5,000	0 0	2,500	0 0*	7,500	0 0
May 16, 1929..	20	May 15, 1949..	" "	5,000	0 0	2,500	0 0*	7,500	0 0
May 27, 1929..	20	May 26, 1949..	" "	5,000	0 0	2,500	0 0*	7,500	0 0
June 4, 1929..	20	June 3, 1949..	" "	5,000	0 0	2,500	0 0*	7,500	0 0
June 27, 1929..	20	June 26, 1949..	" "	8,000	0 0	4,000	0 0*	12,000	0 0
June 28, 1929..	20	June 27, 1949..	" "	30,000	0 0	15,000	0 0*	45,000	0 0
Aug. 28, 1929..	20	Aug. 27, 1949..	" "	10,000	0 0	5,000	0 0*	15,000	0 0
Sept. 16, 1929..	20	Sept. 15, 1949..	" "	10,000	0 0	5,000	0 0*	15,000	0 0
Oct. 3, 1929..	20	Oct. 2, 1949..	" "	10,000	0 0	5,000	0 0*	15,000	0 0
Oct. 24, 1929..	20	Oct. 23, 1949..	" "	10,000	0 0	5,000	0 0*	15,000	0 0
Nov. 5, 1929..	20	Nov. 4, 1949..	" "	10,000	0 0	5,000	0 0*	15,000	0 0
April 16, 1930..	20	April 15, 1950..	" "	5,000	0 0	2,500	0 0*	7,500	0 0
May 1, 1930..	20	April 30, 1950..	" "	20,000	0 0	10,000	0 0*	30,000	0 0
May 30, 1930..	20	May 29, 1950..	" "	20,000	0 0	10,000	0 0*	30,000	0 0
June 17, 1930..	20	June 16, 1950..	" "	20,000	0 0	10,000	0 0*	30,000	0 0
June 30, 1930..	20	June 29, 1950..	" "	20,270	0 0	10,130	0 0*	30,400	0 0
Total amount advanced prior to 31st March, 1931 ..				£266,670	0 0	£133,330	0 0*	£400,000	0 0

\* Securities issued in lieu of cash, in terms of subsection (4) of section 17.

NOTE.—In terms of the Rural Intermediate Credit Act, 1927, the amounts advanced and outstanding at any time shall not exceed in the aggregate the sum of £400,000. Every advance shall be free of interest for the period of ten years immediately succeeding the date on which the first such advance is made. After the expiration of the said period of ten years interest shall be payable half-yearly, at such rate as the Minister of Finance shall from time to time determine.

## STATEMENT of BALANCES OUTSTANDING on 31st MARCH, 1940, in respect of PAYMENTS MADE from the CONSOLIDATED FUND on behalf of OTHER GOVERNMENTS.

Name of Government.	Balance outstanding at 31st March, 1940.	
	£	s. d.
Canada .. .. .	45	0 0
Commonwealth of Australia .. .. .	14,567	19 3
Federated Malay States .. .. .	4	4 0
Fiji .. .. .	49	2 5
Imperial Government—General Advances .. .. .	37,504	9 9
India .. .. .	2	2 0
Kenya .. .. .	24	6 11
Sarawak .. .. .	74	16 3
Tanganyika .. .. .	234	19 8
Total .. .. .	£52,508	0 4

NOTE.—Details of transactions are shown on page 20.

## STATEMENT of IMPRESSES of the CONSOLIDATED FUND (Ordinary Revenue Account) OUTSTANDING as at the 31st MARCH, 1940, showing the SERVICES for which they were issued.

CONSOLIDATED FUND:—		£	s.	d.
Ordinary Revenue Account,—				
Votes—				
Customs .. .. .	.. .. .	429	5	1
External Affairs .. .. .	.. .. .	9,892	16	5
Justice and Prisons .. .. .	.. .. .	60	16	11
Police .. .. .	.. .. .	5	14	2
Lands and Survey .. .. .	.. .. .	133	13	0
Industries and Commerce, Tourist and Publicity .. .. .	.. .. .	499	8	0
Transport .. .. .	.. .. .	52	19	3
Education .. .. .	.. .. .	4	12	0
War and other Pensions .. .. .	.. .. .	1,428	4	9
R. M. Stanley's Deposit Account .. .. .	.. .. .	1,145	13	0
General Imprest .. .. .	.. .. .	7,963	14	0
General Services .. .. .	.. .. .	297,715	2	6
Total .. .. .	.. .. .	£232,241	19	1



PUBLIC ACCOUNTS, 1939-1940.

STATEMENT of RECEIPTS and DISBURSEMENTS under the Trustee Act, 1908, to 31st MARCH, 1940, with Particulars of the BALANCE at CREDIT in the DEPOSIT ACCOUNT on that Date. (Published in Terms of Section 72 of the Trustee Act, 1908.)

RECEIPTS.			DISBURSEMENTS.		
	£	s. d.		£	s. d.
1939.			Balances on 31st March, 1940—	93	10 0
May 16	8,013	5 3	Estate of Susan Smallwood	414	3 3
1940.	293	3 7	J. Matheson and H. Gracie	43	3 10
January 23	23	1 6	Mary McKay	45	1 5
			William Tatley	287	11 1
			Barthia Wilkie	22	4 7
			Robert Miller	23	0 0
			Paoa Parau and W. R. Miller	46	12 5
			Francis Humphreys Heighway	2,414	0 0
			George Moore	836	13 9
			Richard Galway	74	7 10
			John Burk	44	15 3
			Geoffrey Arthur Harney	162	12 0
			John Hewitt	150	0 0
			Mark Earl	24	8 1
			Edward Thurlow Field	1,124	12 8
			Michael McKey	38	17 11
			Martha Robinson	49	17 1
			John Bealy	23	1 8
			Ernest Groome Gresham	185	2 10
			Bartholomew Haman	191	3 1
			Patrick O'Rourke	103	3 0
			William Patrick Molloy	1	19 1
			William A. Chandler	46	10 8
			George Brown	737	11 2
			George Baker	168	0 11
			Duncan McLean	20	18 5
			John Stephen Barrett	18	2 19
			Eliza Barrill	293	3 7
			Joseph Newzil	23	1 6
			Margaret Pilling	16	7 8
			Moanatairi Extended Gold-mining Co.	33	5 10
			Direct Supply Co., Ltd., Auckland (in liquidation)	95	9 8
			Wellington-Manawatu Railway Co., Ltd.	21	5 0
			Inglewood Oil-bearing and Prospecting Co., Ltd.	38	2 4
			Southland Woollen Mills, Ltd. (in liquidation)	417	9 11
			William Baker Fisher Bush Nursing Fund Trust		
Total	£8,329	10 4	Total	£8,329	10 4



## PUBLIC ACCOUNTS, 1939-1940.

## PUBLIC WORKS FUND.—GENERAL PURPOSES ACCOUNT.

STATEMENT of RECOVERIES on ACCOUNT of EXPENDITURE of PREVIOUS YEARS, for the FINANCIAL YEAR ended 31st MARCH, 1940.

	£	s.	d.	£	s.	d.	£	s.	d.
ARMY DEPARTMENT:—									
Sale of land and buildings .. .. .				39	10	1			
EDUCATION DEPARTMENT:—									
Refund of—									
Amounts overclaimed on school buildings .. .. .	1,053	6	8						
Cost of foundation stone .. .. .		8	5	6					
				1,061	12	2			
DEPARTMENT OF LABOUR:—									
Recovery of immigration passage-money .. .. .				88	4	2			
DEPARTMENT OF LANDS AND SURVEY:—									
Recovery of Native Land Settlement expenditure—									
Survey liens .. .. .	9,352	8	6						
Repayment of—									
Advances in respect of village-homestead settlement lands		26	5	0					
Part of capital cost of drainage works, Waiti swamp ..		4	5	2					
Principal, well-boring, Hauraki Plains Settlement Account		0	18	2					
Sale of—									
Land and buildings .. .. .	139	12	9						
Surplus and obsolete stores .. .. .		9	7	6					
				9,532	17	1			
NATIVE DEPARTMENT:—									
Recovery of Christmas bonus payments .. .. .	2	0	0						
Repayment of advances—									
To Maori Land Boards, under section 340, Native Land Act, 1931 .. .. .	107	10	9						
To Native Trustee, under section 521, Native Land Act, 1931 .. .. .	5,034	4	2						
Under section 48, Native Land Amendment Act, 1936		66	9	5					
Sale of—									
Land .. .. .		10	15	8					
Surplus and obsolete stores .. .. .		27	19	3					
				5,248	19	3			
PUBLIC WORKS DEPARTMENT:—									
Instalments on loans to—									
Eastbourne Borough Council .. .. .	147	17	10						
Inter-Wanganui River Trust .. .. .	350	0	0						
Judea Drainage Board .. .. .	222	0	0						
Taupiri Drainage Board .. .. .	100	14	0						
Lower Clutha River Trust .. .. .	50	19	5						
Irrigation and water-supply receipts .. .. .		1	18	0					
Recovery from Government Fire Insurance Fund cost of Social Security building destroyed by fire .. .. .	42,559	7	4						
Royalty on kauri timber supplied to Railways Department	3,829	19	4						
Sale of—									
Land and buildings .. .. .	12,090	16	10						
Surplus and obsolete stores .. .. .		20	17	4					
				59,374	10	1			
							£75,345	12	10

## PUBLIC WORKS FUND.—GENERAL PURPOSES ACCOUNT.

STATEMENT of IMPRESTS of the PUBLIC WORKS FUND (GENERAL PURPOSES ACCOUNT) OUTSTANDING as at the 31st MARCH, 1940, showing the SERVICES for which they were issued.

	£	s.	d.
PUBLIC WORKS FUND:—			
General Purposes Account—			
Vote—			
—Telegraph Extension .. .. .	26,504	8	4
—Settlement of Unemployed Workers .. .. .	3,844	15	2
—Native Land Settlement .. .. .	955	13	8
R. M. Sunley's Deposit Account .. .. .	201,000	0	0
General Services .. .. .	14,622	0	0
	£246,926	17	2

## PUBLIC ACCOUNTS, 1939-1940.

## PUBLIC WORKS FUND.—ELECTRIC SUPPLY ACCOUNT.

STATEMENT of DISBURSEMENTS for the YEAR ended 31st MARCH, 1940.

	Gross.		Credits.		Net.	
	£	s. d.	£	s. d.	£	s. d.
<b>VOTE :—</b>						
Development of Water-power .. .. .	1,485,511	6 3	59,793	0 4	1,425,718	5 11
Public Revenues Act, 1926, section 40— Temporary transfers from other accounts repaid ..	210,000	0 0	..		210,000	0 0
<b>INTEREST AND OTHER CHARGES ON LOANS AND CAPITAL LIABILITY :—</b>						
State Supply of Electrical Energy Act, 1917, section 12— Transfer to Electric Supply Sinking Fund Account—						
North Island scheme .. .. .	530,169	13 9	..		530,169	13 9
South Island scheme .. .. .	54,961	0 11	..		54,961	0 11
Public Revenues Act, 1926, section 40— Interest on temporary transfers from other accounts ..	5,764	15 11	..		5,764	15 11
Interest on temporary advance made to Southland Electric-power Board .. .. .	528	0 0	..		528	0 0
Finance Act (No. 2), 1932, section 5 (2)— Transfer to Consolidated Fund in respect of interest payable on capital liability .. .. .	544,389	17 8	..		544,389	17 8
New Zealand Loans Act, 1932, section 62 (4)— Recoupment of stamp duty on transfers of New Zealand Consolidated Stock .. .. .	69	8 9	..		69	8 9
New Zealand Loans Act, 1932, section 24 (2)— Recoupment to Consolidated Fund of management charges on New Zealand Government securities ..	1,914	5 4	..		1,914	5 4
	1,137,797	2 4	..		1,137,797	2 4
	£2,833,308	8 7	£59,793	0 4	£2,773,515	8 3

## EMPLOYMENT PROMOTION FUND.

STATEMENT of DISBURSEMENTS for the YEAR ended 31st MARCH, 1940.

	Gross.		Credits.		Net.	
	£	s. d.	£	s. d.	£	s. d.
<b>EMPLOYMENT PROMOTION ACT, 1936, SECTION 34 :—</b>						
Grants and payments—						
Grants under section 36—						
Promotion of full-time employment, &c. ..	186,094	5 11	..		186,094	5 11
Payments under section 35—						
Assistance to Industries, &c. .. .. .	5,864	12 10	..		5,864	12 10
Payments under section 38—						
Purchase of food and clothing .. .. .	390	17 5	..		390	17 5
	192,349	16 2	..		192,349	16 2
Loans—						
Loans under section 35—						
Industries .. .. .	8,584	14 2	..		8,584	14 2
Allowances—						
Allowances under section 38—						
Bonuses to workers, &c. .. .. .	6,609	10 3	..		6,609	10 3
	£207,544	0 7	..		£207,544	0 7

## PUBLIC ACCOUNTS, 1939-1940.

## LAND FOR SETTLEMENTS ACCOUNT.

STATEMENT of RECOVERIES on ACCOUNT of EXPENDITURE of PREVIOUS YEARS,  
for the FINANCIAL YEAR ended 31st MARCH, 1940.

	£	s.	d.
Recovery of interest overpaid on lodgments made under section 208, Land Act, 1924	20	14	4
Sale of surplus and obsolete stores	7	0	0
	£27	14	4

STATEMENT of the RECEIPTS of LAND FOR SETTLEMENTS ACCOUNT for the YEAR  
ended 31st MARCH, 1940.

	£	s.	d.	£	s.	d.
<b>SALES AND CAPITAL RECEIPTS:—</b>						
<i>Sales of Land,—</i>						
Estates	56,235	5	0			
Hutt Valley Lands Settlement Act, 1925, Section 11 (1)	40,462	15	4			
Land Laws Amendment Act, 1929, Section 8 (1)—Receipts from land developed under Section 6 of the Act	2,007	0	5			
Land Act, 1924, Section 208—Capital value of land	4,459	11	6			
Land Act, 1924, Section 20—Crown lands	108,282	2	9			
<i>Repayment of Advances,—</i>						
Deteriorated Lands Act, 1925, Section 12 (5)	349	7	11			
Land Laws Amendment Act, 1929—						
Section 8 (1)—						
Receipts in respect of advances under Section 7 of the Act	16,069	4	6			
Section 16—						
Receipts in respect of advances under Section 14 of the Act	4,279	11	5			
Land for Settlements Act, 1925, Section 47—Finance Act, 1932 (No. 2), Section 14	63	9	8			
				232,208	11	6
<b>RENTS AND INTEREST:—</b>						
<i>Rents, &amp;c.—</i>						
<i>Receipts derived from estates—</i>						
Rents	356,777	14	4			
Interest on sales	21,910	4	6			
Hutt Valley Lands Settlement Act, 1925, Section 11 (1)—						
Rents	146	0	0			
Interest on sales	4,669	2	8			
Land Laws Amendment Act, 1929—						
Section 8 (1)—						
Receipts from lands developed under Section 6 of the Act—						
Rents	5,279	16	4			
Interest on sales	849	14	4			
<i>Interest on Advances,—</i>						
Deteriorated Lands Act, 1925, Section 12 (5)	227	6	3			
Land Laws Amendment Act, 1929—						
Section 8 (1)—						
Receipts in respect of advances under Section 7 of the Act	8,497	14	9			
Section 16—						
Receipts in respect of advances under Section 14 of the Act	1,673	2	6			
Land for Settlements Act, 1925, Section 47—						
Finance Act, 1932 (No. 2), Section 14	165	14	7			
				400,196	10	3
<b>SALES OF PRODUCE, LIVE-STOCK, AND MISCELLANEOUS RECEIPTS:—</b>						
<i>Estates,—</i>						
Miscellaneous	1,066	19	11			
<i>Land Laws Amendment Act, 1929,—</i>						
Section 6—						
Seasonal farming receipts	22,629	14	2			
Miscellaneous receipts	347	11	4			
Section 13—						
Seasonal farming receipts	47,743	18	9			
Miscellaneous receipts	26,067	10	9			
				97,855	14	11
<b>FINANCE ACT, 1932, SECTION 11 (2) (a):—</b>						
Receipts from Hutt Valley Settlement Lands applied towards purchase-money expended for the acquisition of land subject to the Hutt Valley Lands Settlement Act, 1925, or in respect of the preparation of the land for disposal				42,105	11	7
<b>FINANCE ACT, 1932 (No. 2), SECTION 6:—</b>						
Transfer from Public Works Fund (General Purposes Account) of value of land now subject to the Hauraki Plains Act, 1926				4	0	0
<b>RECOVERIES ON ACCOUNT OF EXPENDITURE OF PREVIOUS YEARS</b>				27	14	4
<b>INTEREST ON INVESTMENTS</b>				24,050	16	0
<b>Total</b>				£796,448	18	7

## PUBLIC ACCOUNTS, 1939-1940.

STATEMENT of the DISBURSEMENTS of LAND FOR SETTLEMENTS ACCOUNT for the YEAR ended 31st MARCH, 1940.

VOTE:—	£	s. d.	£	s. d.
Land for Settlements .. .. .			178,208	13 4
<b>INTEREST AND OTHER CHARGES ON LOANS AND CAPITAL LIABILITY:—</b>				
Land Laws Amendment Act, 1926, Section 13—				
Interest on capital moneys received from the sale of Crown lands ..	48,678	2 7		
Land Laws Amendment Act, 1929, Section 47—				
Interest on Crown lands declared to be subject to the Land for Settlements Act, 1925, and the former Land for Settlements Acts .. .. .	8,479	9 7		
Finance Act, 1930 (No. 2), Section 19 (4)—				
Interest on Cheviot Estate accumulated funds paid to Consolidated Fund Finance Act, 1932 (No. 2), Section 5 (2)—	18,613	16 10		
Transfer to Consolidated Fund in respect of interest payable on capital liability .. .. .	434,881	10 6		
New Zealand Loans Act, 1932—				
Section 24 (2)—				
Recoupment to Consolidated Fund of management charges of New Zealand Government securities .. .. .	1,296	17 6		
Section 61—				
Charges and expenses of raising loans—				
Issues in renewal and conversion .. .. .	19,520	13 9		
Charges and expenses of raising loans—				
Issues in renewal and conversion—				
Finance Act, 1932, Section 55—				
Exchange on remittances beyond New Zealand .. .. .	4,782	11 4		
Section 62 (4)—				
Recoupment of Stamp Duty on Transfers of 4½ per cent. 1944 Stock	268	12 7		
			536,521	14 8
<b>EXPENDITURE CHARGED ON PROCEEDS OF SALES OF LANDS:—</b>				
<i>Crown Lands—Sales under Land Act, 1924, Section 20—</i>				
Land Act, 1924, Section 139—				
“Thirds” and “Fourths” paid to Local Bodies’ Deposit Account from proceeds of sales of Crown lands .. .. .	7	9 4		
Finance Act, 1932 (No. 2), Section 6—				
Transfer to Public Works Fund (General Purposes Account) in respect of advances made under Village Homestead Special Settlement Scheme .. .. .	52	2 6		
Transfer to Small Farms Account of the value of its interest in land now declared Crown lands under Section 49, Land for Settlements Act, 1925, and Section 10 (1), Land Laws Amendment Act, 1935..	1,168	14 8		
Transfer to State Coal-mines Account of the value of its interest in land released from the operation of the Coal-mines Act, 1925 ..	50	0 6		
Transfer to State Forests Account of area purchased out of State Forests Account and now disposed of as Crown lands .. .. .	922	0 6		
Land Act, 1924, Section 20 (3)—				
Payment in respect of land obtained for Government works now deemed to be Crown lands .. .. .	184	10 8		
Finance Act, 1931 (No. 1), Section 24 (1)—				
Payment to Public Works Fund of value of lands set aside or acquired for the purposes of the Post and Telegraph Department but no longer required for such purpose .. .. .	4,853	15 2		
Native Purposes Act, 1934, Section 3 (2)—				
Acquisition of Native land .. .. .	18	13 11		
Land Laws Amendment Act, 1930, Section 15 (3)—				
Land for Settlements Act, 1925, Section 49 (1)—				
Settlement lands converted into ordinary Crown lands .. .. .	750	0 0		
Public Reserves, Domains, and National Parks Act, 1928, Section 41 (2)—				
Expenditure on purchase of lands for the purposes of domains, and on the improvement and development of domains .. .. .	1,375	0 0		
			9,682	0 4
FINANCE ACT, 1932 (No. 2), SECTION 6:—				
Transfer of receipts from Hutt Valley Settlement lands as a credit to Sales and Capital Receipts, Land Act, 1924, Section 20, in satisfaction of value of Crown lands declared to be subject to the Hutt Valley Lands Settlement Act, 1925, and amendments .. .. .			1,350	0 0
<b>AMORTIZATION OF DEBT:—</b>				
Transfer to Loans Redemption Account for redemption of securities ..			3,206	0 0
Total .. .. .			6729,068	14 4

## PUBLIC ACCOUNTS, 1939-1940.

STATEMENT of the RECEIPTS of LOANS REDEMPTION ACCOUNT for the YEAR ended 31ST MARCH, 1940.

	£	s.	d.	£	s.	d.	
NEW ZEALAND LOANS ACT, 1932:—							
Section 14,—							
Securities issued in conversion of Loans—							
Stock—							
Ordinary Revenue Account—Miscellaneous—							
To mature 1st January, 1945 .. .. .	2,594,721	0	7				
Ordinary Revenue Account—Naval Defence Act—							
To mature 1st January, 1945 .. .. .	365,251	13	11				
Ordinary Revenue Account—Reserve Bank of New Zealand							
To mature 1st April, 1946 .. .. .	25,000	0	0				
To mature 30th November, 1948 .. .. .	250,000	0	0				
Ordinary Revenue Account—State Advances Corporation of New Zealand—							
To mature 1st April, 1946 .. .. .	10,000	0	0				
Ordinary Revenue Account—State Advances—							
To mature 1st January, 1945 .. .. .	1,032,364	14	2				
Public Works Fund—General Purposes Account—							
To mature 1st January, 1945 .. .. .	10,329,312	5	5				
To mature 15th March, 1945 .. .. .	20,000	0	0				
To mature 30th November, 1948 .. .. .	230,000	0	0				
To mature 31st May, 1958 .. .. .	137,000	0	0				
To mature 15th December, 1958 .. .. .	4,000	0	0				
Bank of New Zealand Shares Account—							
To mature 1st January, 1945 .. .. .	500,000	0	0				
Land for Settlements Account							
To mature 1st January, 1945 .. .. .	1,017,432	5	11				
Land for Settlements Account—Cheviot Estate—							
To mature 1st January, 1945 .. .. .	160,918	0	0				
				16,676,000	0	0	
Treasury Bills—							
Public Works Fund—General Purposes Account—							
To mature: Various .. .. .	5,375,000	0	0				
Main Highways Account—							
To mature: Various .. .. .	600,000	0	0				
State Forests Account—							
To mature: Various .. .. .	50,000	0	0				
				6,025,000	0	0	
Securities issued in renewal of Loans—							
Stock—							
Ordinary Revenue Account—Reserve Bank of New Zealand—							
To mature 15th December, 1958 .. .. .	250,000	0	0				
Public Works Fund—General Purposes Account—							
To mature 31st May, 1958 .. .. .	200,000	0	0				
To mature 15th March, 1959 .. .. .	618,000	0	0				
State Coal mines Account—							
To mature 15th December, 1958 .. .. .	416	13	4				
				1,068,416	13	4	
Treasury Bills—							
Public Works Fund—General Purposes Account—							
To mature: Various .. .. .	35,324,450	0	0				
Public Works Fund—Electric Supply Account—							
To mature: Various .. .. .	75,000	0	0				
Main Highways Account—							
To mature: Various .. .. .	4,475,000	0	0				
State Forests Account—							
To mature: Various .. .. .	550,000	0	0				
War Expenses Account—							
To mature: Various .. .. .	300,000	0	0				
				40,724,450	0	0	
Securities issued to cover costs, charges, and expenses of paying off and renewing loans—							
Treasury Bills—							
Public Works Fund—General Purposes Account—							
To mature: Various .. .. .					95,550	0	0
Section 15,—							
Securities issued in conversion of loans—							
Stock—							
Public Works Fund—General Purposes Account—							
To mature 30th November, 1948 .. .. .	2,575,000	0	0				
To mature 15th June, 1955 .. .. .	96,538	6	2				
To mature 15th August, 1957 .. .. .	695,559	4	3				
To mature 31st May, 1958 .. .. .	1,800,000	0	0				
Main Highways Account—							
To mature 30th November, 1948 .. .. .	25,000	0	0				
To mature 31st May, 1958 .. .. .	59,000	0	0				
State Forests Account—							
To mature 31st May, 1958 .. .. .	50,000	0	0				
				5,292,097	10	5	
Carried forward .. .. .				69,881,514	3	9	

## PUBLIC ACCOUNTS, 1939-1940.

STATEMENT of the RECEIPTS of LOANS REDEMPTION ACCOUNT—*continued.*

	£	s.	d.	£	s.	d.
Brought forward .. .. .				69,881,514	3	9
<i>NEW ZEALAND LOANS ACT, 1932—continued.</i>						
<i>Section 15—continued.</i>						
Securities issued to cover costs, charges, and expenses of conversion—						
Stock—						
Public Works Fund—General Purposes Account—						
To mature 30th November, 1948 .. .. .	12,100	0	0			
To mature 15th June, 1955 .. .. .	3,461	13	10			
To mature 15th August, 1957 .. .. .	4,440	15	9			
To mature 31st May, 1958 .. .. .	72,075	16	5			
				92,078	0	0
Main Highways Account—						
To mature 31st May, 1958 .. .. .				2,083	6	8
State Forests Account—						
To mature 31st May, 1958 .. .. .				761	8	5
<i>Section 40 (6).—</i>						
Ordinary Stock issued in replacement of Death Duty Stock—						
Ordinary Revenue Account—War Expenses—						
To mature 15th March, 1943 .. .. .	5,250	0	0			
To mature 15th May, 1952 .. .. .	250	0	0			
Public Works Fund—General Purposes Account—						
To mature 15th June, 1955 .. .. .	1,510	0	0			
Public Works Fund—Electric Supply Account—						
To mature 15th November, 1941 .. .. .	3,435	0	0			
Main Highways Account—						
To mature 15th April, 1949 .. .. .	505	0	0			
				10,950	0	0
<i>Section 57.—</i>						
Stock issued in exchange for Debentures—						
Ordinary Revenue Account—State Advances—						
To mature 15th September, 1947 .. .. .	500	0	0			
Ordinary Revenue Account—War Expenses—						
To mature 15th July, 1941 .. .. .	600	0	0			
Public Works Fund—General Purposes Account—						
To mature 15th November, 1941 .. .. .	750	0	0			
To mature 15th February, 1946 .. .. .	11,440	0	0			
To mature 15th April, 1949 .. .. .	7,040	0	0			
To mature 15th June, 1955 .. .. .	7,055	0	0			
To mature 15th January, 1957 .. .. .	3,900	0	0			
				31,285	0	0
Stock issued in exchange for Death Duty Stock—						
Ordinary Revenue Account—War Expenses—						
To mature 15th March, 1943 .. .. .	150	0	0			
To mature 15th May, 1952 .. .. .	150	0	0			
				300	0	0
<i>Section 63.—</i>						
Stock issued in replacement of lost Debentures—						
Public Works Fund—General Purposes Account—						
To mature 15th February, 1946 .. .. .				100	0	0
<i>NEW ZEALAND DEBT CONVERSION ACT, 1932-33:—</i>						
<i>Section 12.—</i>						
Securities issued in conversion—						
Stock—						
Ordinary Revenue Account—War Expenses—						
To mature 15th March, 1943 .. .. .	100	0	0			
Public Works Fund—General Purposes Account—						
To mature 15th March, 1943 .. .. .	5	0	0			
Public Works Fund—Electric Supply Account—						
To mature 15th February, 1946 .. .. .	50	0	0			
				155	0	0
<i>Section 16.—</i>						
Ordinary Stock issued in replacement of Tax-free Stock—						
Ordinary Revenue Account—War Expenses—						
To mature 15th March, 1943 .. .. .	4,019,235	0	0			
To mature 15th May, 1952 .. .. .	2,244,545	0	0			
				6,263,780	0	0
Death Duty Stock issued in replacement of Tax-free Death Duty Stock—						
Ordinary Revenue Account—War Expenses—						
To mature 15th March, 1943 .. .. .	5,170	0	0			
To mature 15th May, 1952 .. .. .	54,500	0	0			
				59,670	0	0
Carried forward .. .. .				76,342,676	18	10

## PUBLIC ACCOUNTS, 1939-1940.

STATEMENT of the RECEIPTS of LOANS REDEMPTION ACCOUNT—*continued.*

	£	s.	d.	£	s.	d.
Brought forward .. .. .	..	..	..	76,342,676	18	10
<b>PUBLIC REVENUES ACT, 1926, SECTION 135 :—</b>						
<i>Subsection (2),—</i>						
Amount received on account of New Zealand's share of German reparations .. .. .	..	..	..	1,335	8	9
<i>Subsection (4),—</i>						
Repayment of capital moneys advanced under Repatriation Act, 1918..	3,759	10	8			
Amount transferred from Ordinary Revenue Account for redemption of General Purposes Account securities .. .. .	252,331	7	7			
Amount received from sales of national-endowment lands under Section 4 (5), Swamp Drainage Amendment Act, 1926 .. .. .	400	14	10			
Amount transferred from Main Highways Account for redemption of securities .. .. .	223,860	0	0			
Amount received for redemption of State Advances securities .. .. .	1,838	3	6			
Amount received from the British Phosphate Commission for redemption of Nauru and Ocean Islands securities .. .. .	33,435	14	6			
Amount received from Samoan Loan Sinking Fund for the redemption of securities issued in respect of Samoan Loan Suspense Account .. .. .	5,130	0	0			
Amount of mining advances repaid, to be applied for redemption of securities .. .. .	360	14	0			
Amount transferred from Land for Settlements Account for redemption of securities .. .. .	3,206	0	0			
				524,322	5	1
<b>FINANCE ACT (No. 2), 1939, SECTION 3 :—</b>						
<i>Subsection (1),—</i>						
Amount transferred from State Coal-mines Account for redemption of securities .. .. .	5,500	0	0			
<i>Subsection (4),—</i>						
Balance of State Coal-mines Sinking Fund transferred .. .. .	2	3	8			
				5,502	3	8
<b>NEW ZEALAND LOANS ACT, 1932, SECTION 14 :—</b>						
Interest on overdue instalments of 1940-45 London Loan .. .. .		0	17	5		
Interest on temporary investments of 1940-45 London Loan receipts .. .. .	72,462	15	8			
				72,463	13	1
Total .. .. .	..	..	..	£76,946,300	9	5

## PUBLIC ACCOUNTS, 1939-1940.

STATEMENT of the DISBURSEMENTS of LOANS REDEMPTION ACCOUNT for the YEAR ended 31st MARCH, 1940.

	£	s.	d.	£	s.	d.
NEW ZEALAND LOANS ACT, 1932:—						
<i>Section 14,—</i>						
Securities converted—						
Debtures—						
Public Works Fund—General Purposes Account—						
To mature 31st March, 1940 .. .. .	4,000	0	0			
To mature 15th June, 1940 .. .. .	1,000,000	0	0			
				1,004,000	0	0
Stock—						
Ordinary Revenue Account—Miscellaneous—						
To mature 1st January, 1940 .. .. .	2,594,721	0	7			
Ordinary Revenue Account—Naval Defence Act—						
To mature 1st January, 1940 .. .. .	365,251	13	11			
Ordinary Revenue Account—Reserve Bank of New Zealand—						
To mature 1st April, 1946 .. .. .	27,118	15	0			
To mature 15th December, 1958 .. .. .	250,000	0	0			
Ordinary Revenue Account—State Advances Corporation of New Zealand—						
To mature 1st April, 1946 .. .. .	6,392	0	0			
Ordinary Revenue Account—State Advances—						
To mature 1st January, 1940 .. .. .	1,032,364	14	2			
Public Works Fund—General Purposes Account—						
To mature 1st January, 1940 .. .. .	10,329,312	5	5			
To mature 15th August, 1957 .. .. .	600,000	0	0			
To mature 15th December, 1958 .. .. .	2,662,000	0	0			
Bank of New Zealand Shares Account—						
To mature 1st January, 1940 .. .. .	500,000	0	0			
Land for Settlements Account—						
To mature 1st January, 1940 .. .. .	1,017,432	5	11			
Land for Settlements Account—Cheviot Estate—						
To mature 1st January, 1940 .. .. .	160,918	0	0			
				19,545,510	15	0
Treasury Bills—						
Public Works Fund—General Purposes Account—						
To mature: Various .. .. .	1,500,000	0	0			
Main Highways Account—						
To mature: Various .. .. .	600,000	0	0			
State Forests Account—						
To mature: Various .. .. .	50,000	0	0			
				2,150,000	0	0
Loans renewed at maturity—						
Stock—						
Ordinary Revenue Account—Reserve Bank of New Zealand—						
To mature 15th May, 1939 .. .. .	250,000	0	0			
Public Works Fund—General Purposes Account—						
To mature 1st January, 1940 .. .. .	1,007,450	0	0			
State Coal-mines Account—						
To mature 1st January, 1940 .. .. .	416	13	4			
				1,257,866	13	4
Treasury Bills—						
Public Works Fund—General Purposes Account—						
To mature: Various .. .. .	35,135,000	0	0			
Public Works Fund—Electric Supply Account—						
To mature: Various .. .. .	75,000	0	0			
Main Highways Account—						
To mature: Various .. .. .	4,475,000	0	0			
State Forests Account—						
To mature: Various .. .. .	550,000	0	0			
War Expenses Account—						
To mature: Various .. .. .	300,000	0	0			
				40,535,000	0	0
<i>Section 15,—</i>						
Securities converted—						
Stock—						
Public Works Fund—General Purposes Account—						
To mature 15th December, 1958 .. .. .				992,097	10	5
Treasury Bills—						
Public Works Fund—General Purposes Account—						
To mature: Various .. .. .	4,175,000	0	0			
Main Highways Account—						
To mature: Various .. .. .	75,000	0	0			
State Forests Account—						
To mature: Various .. .. .	50,000	0	0			
				4,300,000	0	0
Premiums on conversion—						
Public Works Fund—General Purposes Account .. .. .						
Main Highways Account .. .. .	92,078	0	0			
State Forests Account .. .. .	2,083	6	8			
	761	8	5			
				94,922	15	1
Carried forward .. .. .				69,879,397	13	10



## PUBLIC ACCOUNTS, 1939-1940.

STATEMENT of the DISBURSEMENTS of LOANS REDEMPTION ACCOUNT—*continued.*

	£	s.	d.	£	s.	d.
Brought forward .. .. .	..			69,879,397	13	10
<i>NEW ZEALAND LOANS ACT, 1932—continued.</i>						
<i>Section 40 (6).—</i>						
Death Duty Stock replaced by Ordinary Stock—						
Ordinary Revenue Account—War Expenses—						
To mature 15th March, 1933 .. .. .	5,250	0	0			
To mature 15th May, 1952 .. .. .	250	0	0			
Public Works Fund—General Purposes Account						
To mature 15th June, 1955 .. .. .	1,510	0	0			
Public Works Fund—Electric Supply Account—						
To mature 15th November, 1941 .. .. .	3,435	0	0			
Main Highways Account—						
To mature 15th April, 1949 .. .. .	505	0	0			
				10,950	0	0
<i>Section 57.</i>						
Securities exchanged for Ordinary Stock—						
Debentures—						
Ordinary Revenue Account—State Advances—						
To mature 15th September, 1947 .. .. .	500	0	0			
Ordinary Revenue Account—War Expenses—						
To mature 15th July, 1941 .. .. .	600	0	0			
Public Works Fund—General Purposes Account—						
To mature 15th November, 1941 .. .. .	750	0	0			
To mature 15th February, 1946 .. .. .	11,440	0	0			
To mature 15th April, 1949 .. .. .	7,040	0	0			
To mature 15th June, 1955 .. .. .	7,055	0	0			
To mature 15th January, 1957 .. .. .	3,900	0	0			
				31,285	0	0
Death Duty Stock—						
Ordinary Revenue Account—War Expenses—						
To mature 15th March, 1943 .. .. .	150	0	0			
To mature 15th May, 1952 .. .. .	150	0	0			
				300	0	0
<i>Section 58.—</i>						
Securities redeemed before maturity—						
Debentures—						
Public Works Fund—General Purposes Account—						
To mature 31st March, 1940 .. .. .	..			1,000	0	0
Stock—						
Ordinary Revenue Account—Nauru and Ocean Islands Account—						
To mature 15th January, 1957 .. .. .	33,445	0	0			
Public Works Fund—General Purposes Account—						
To mature 15th March, 1943 .. .. .	5	0	0			
Land for Settlements Account—						
To mature 15th December, 1958 .. .. .	3,206	0	0			
Main Highways Account—						
To mature 30th November, 1948 .. .. .	200	0	0			
Samoa Loan Suspense Account—						
To mature 15th December, 1958 .. .. .	5,130	0	0			
				41,986	0	0
Securities redeemed at maturity—						
Stock—						
Public Works Fund—General Purposes Account—						
To mature 1st January, 1940 .. .. .	..			164,623	18	0
Death Duty Stock matured under Section 40 (3)—						
Public Works Fund—General Purposes Account—						
To mature 15th November, 1941 .. .. .	800	0	0			
Main Highways Account—						
To mature 15th February, 1946 .. .. .	1,615	0	0			
To mature 15th April, 1949 .. .. .	1,470	0	0			
To mature 15th June, 1955 .. .. .	1,470	0	0			
To mature 15th January, 1957 .. .. .	1,265	0	0			
				6,620	0	0
<i>Section 61.—</i>						
Charges and expenses of raising loans—						
Issues in renewal and conversion—						
Ordinary Revenue Account—Miscellaneous .. .. .	49,035	5	9			
Ordinary Revenue Account—State Advances .. .. .	17,192	5	6			
Public Works Fund—General Purposes Account .. .. .	6,326	2	7			
				72,463	13	1
Charges and expenses of raising loans—						
Issues in renewal and conversion—						
Finance Act, 1932, Section 55—						
Exchange on remittances beyond New Zealand—						
Public Works Fund—General Purposes Account .. .. .	..			95,550	0	0
<i>Section 63.—</i>						
Debentures lost and replaced by Stock—						
Public Works Fund—General Purposes Account—						
To mature 15th February, 1946 .. .. .	..			100	0	0
Carried forward .. .. .	..			70,304,276	4	11

## PUBLIC ACCOUNTS, 1939-1940.

STATEMENTS of the DISBURSEMENTS of LOANS REDEMPTION ACCOUNT—*continued.*

	£	s.	d.	£	s.	d.
Brought forward .. .. .	..			70,304,276	4	11
NEW ZEALAND DEBT CONVERSION ACT, 1932-33 :—						
<i>Section 12,</i> —						
Securities converted—						
Debentures—						
Ordinary Revenue Account—War Expenses—						
To mature 20th April, 1939 .. .. .	100	0	0			
Public Works Fund—General Purposes Account—						
To mature 15th December, 1940 .. .. .	5	0	0			
Public Works Fund—Electric Supply Account—						
To mature 1st February, 1936 .. .. .	50	0	0			
				155	0	0
<i>Section 16,</i>						
Tax-free Stock replaced by Ordinary Stock—						
Ordinary Revenue Account—War Expenses—						
To mature 15th March, 1943 .. .. .	4,019,235	0	0			
To mature 15th May, 1952 .. .. .	2,244,545	0	0			
				6,263,780	0	0
Tax-free Death Duty Stock replaced by Death Duty Stock—						
Ordinary Revenue Account—War Expenses—						
To mature 15th March, 1943 .. .. .	5,170	0	0			
To mature 15th May, 1952 .. .. .	54,500	0	0			
				59,670	0	0
PUBLIC REVENUES ACT, 1926, SECTION 135 :—						
<i>Subsection (3),—</i>						
Reparation moneys applied in redemption of securities—						
Securities redeemed at maturity—						
Death-duty Stock matured under Section 40 (3), New Zealand Loans Act, 1932—						
Ordinary Revenue Account—War Expenses—						
To mature 15th May, 1952 .. .. .	805	0	0			
Miscellaneous war credits applied in redemption of securities—						
Securities redeemed before maturity—						
Stock—						
Ordinary Revenue Account—War Expenses—						
To mature 15th March, 1943 .. .. .	100	0	0			
Securities redeemed at maturity—						
Stock—						
Ordinary Revenue Account—War Expenses—						
To mature 20th April, 1939 .. .. .	2,600	0	0			
				3,505	0	0
<b>Total .. .. .</b>				<b>£76,634,386</b>	<b>4</b>	<b>11</b>

## PUBLIC ACCOUNTS, 1939-1940.

## MAIN HIGHWAYS ACCOUNT.

STATEMENT of RECOVERIES on ACCOUNT of EXPENDITURE of PREVIOUS YEARS,  
for the FINANCIAL YEAR ended 31st MARCH, 1940.

	£	s.	d.
Adjustment of subsidy on rates paid to local authorities under section 28, Finance Act, 1934 (No. 3), &c. . . . .	71	10	1
Sale of land and buildings . . . . .	30	0	0
	£101	10	1

## STATE COAL-MINES ACCOUNT.

STATEMENT of RECOVERIES on ACCOUNT of EXPENDITURE of PREVIOUS YEARS,  
for the FINANCIAL YEAR ended 31st MARCH, 1940.

	£	s.	d.
Sale of—			
Plant . . . . .	201	1	9
Surplus and obsolete stores . . . . .	16	0	0
	£217	1	9

STATEMENT of DISBURSEMENTS of STATE COAL-MINES ACCOUNT for the YEAR ended  
31st MARCH, 1940.

	Gross.		Credits.		Net.	
	£	s. d.	£	s. d.	£	s. d.
<b>VOTE:—</b>						
State Coal-mines . . . . .	352,091	7 8	2,384	3 5	349,707	4 3
<b>INTEREST AND OTHER CHARGES ON LOANS AND CAPITAL LIABILITY:—</b>						
New Zealand Loans Act, 1932, Section 24 (2),—						
Recoupment to Consolidated Fund of management charges on New Zealand Government securities . . . . .	19	8 10	..	..	19	8 10
Finance Act (No. 2), 1932, Section 5 (2),—						
Transfer to Consolidated Fund in respect of interest payable on capital liability . . . . .	5,279	15 9	..	..	5,279	15 9
New Zealand Loans Act, 1932, Section 61, —						
Charges and expenses of raising loans —						
Issues in renewal and conversion . . . . .	6	18 0	..	..	6	18 0
Charges and expenses of raising loans —						
Issues in renewal and conversion—						
Finance Act, 1932, Section 55—						
Exchange on remittances beyond New Zealand	103	15 5	..	..	103	15 5
	5,409	18 0	..	..	5,409	18 0
<b>AMORTIZATION OF DEBT:—</b>						
Finance Act (No. 2), 1939, Section 3, —						
Transfer to Loans Redemption Account —						
Section 3 (1) (a) . . . . .	5,000	0 0	..	..	5,000	0 0
Section 3 (1) (b) . . . . .	500	0 0	..	..	500	0 0
	5,500	0 0	..	..	5,500	0 0
	£363,001	5 8	£2,384	3 5	£360,617	2 3

## PUBLIC ACCOUNTS, 1939-1940.

## STATE FORESTS ACCOUNT.

STATEMENT of RECOVERIES on ACCOUNT of EXPENDITURE of PREVIOUS YEARS for the FINANCIAL YEAR ended 31st MARCH, 1940.

Sale of surplus and obsolete stores .. .. .	£ s. d. 243 11 8
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STATEMENT of DISBURSEMENTS of STATE FORESTS ACCOUNT for the YEAR ended 31st MARCH, 1940.

	Gross.		Credits.		Net.	
	£	s. d.	£	s. d.	£	s. d.
<b>VOTE:—</b>						
State Forest Service .. .. .	559,327	13 10	6,254	6 11	553,073	6 11
Unauthorized expenditure—						
Services not provided for .. .. .	704	9 11	93	15 11	610	11 0
	560,032	3 9	6,348	2 10	553,684	0 11
<b>INTEREST AND OTHER CHARGES ON LOANS AND CAPITAL LIABILITY:—</b>						
New Zealand Loans Act, 1932, Section 24 (2),—						
Recoupment to Consolidated Fund of management charges on New Zealand Government securities ..	266	3 6	..	..	266	3 6
Public Revenues Act, 1926, Section 40, —						
Interest on temporary transfers from other accounts ..	1,319	3 6	..	..	1,319	3 6
	1,585	7 0	..	..	1,585	7 0
<b>FORESTS ACT, 1921-22, SECTION 39 (2):—</b>						
Transfer to Consolidated Fund of National-endowment Revenue .. .. .	14,415	15 9	..	..	14,415	15 9
<b>FINANCE ACT, 1936, SECTION 24 (1):—</b>						
Transfer to Working Railways Account .. .. .	1,923	0 10	..	..	1,923	0 10
<b>PUBLIC REVENUES ACT, 1926, SECTION 40: —</b>						
Temporary transfers from other accounts repaid ..	50,000	0 0	..	..	50,000	0 0
	£627,956	7 4	£6,348	2 10	£621,608	4 6

STATEMENT of TEMPORARY TRANSFERS between ACCOUNTS within the PUBLIC ACCOUNT in terms of Section 40 of the PUBLIC REVENUES ACT, 1926, during the FINANCIAL YEAR ended 31st MARCH, 1940.

Transfer to	Transfer from	Date of Transfer.	Rate of Interest.	Balance outstanding at 31st March, 1939.	Amount of Transfer.	Repayment due.	Amount repaid.	Date repaid.
Public Works Fund — Electric Supply Account	Ordinary Revenue Account ..	..	Per Cent.	£	£	£	£	
..	..	..	2	50,000	..	27/3/40	50,000	27/3/40
..	..	..	2	50,000	..	29/3/40	50,000	29/3/40
..	..	..	2	60,000	..	30/3/40	60,000	30/3/40
..	Land for Settlements Account	19/7/39	2	..	50,000	18/7/40	..	..
..	..	..	2	50,000	..	12/10/39	50,000	12/10/39
..	..	30/6/39	2	..	25,000	29/6/40	..	..
..	..	29/9/39	2	..	50,000	28/9/40	..	..
..	..	12/10/39	2	..	50,000	11/10/40	..	..
State Forests Account ..	Ordinary Revenue Account ..	..	2	50,000	..	30/3/40	50,000	30/3/40
..	Public Works Fund—General Purposes Account	5/12/39	2	..	50,000	4/12/40	..	..
War Expenses Account ..	..	5/1/40	2	..	200,000	4/1/41	..	..
				£260,000	£425,000		£260,000	

B. C. ASHWIN,  
Secretary to the Treasury.A. R. F. MACKAY, M.Com. (N.Z.), Ph.D. (Lond.),  
Accountant to the Treasury.

Examined and found correct.

CYRIL G. COLLINS,  
Controller and Auditor-General,  
30th July, 1940.

29th July, 1940.