

1943
NEW ZEALAND

PUBLIC ACCOUNTS

FOR THE

FINANCIAL YEAR 1942-1943

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, 1943

REPORT OF THE CONTROLLER AND AUDITOR-GENERAL

I HAVE the honour to submit my report for the year ended 31st March, 1943, in terms of section 89 of the Public Revenues Act, 1926, which is set out hereunder. Subsections (2) and (3) of this section state the several headings under which the report is required to be presented :—

89. (1) The Treasury shall as soon as practicable after the end of every financial year prepare and send to the Audit Office a statement of the revenue and expenditure of the Public Account during that year.

(2) The Controller and Auditor-General shall forthwith examine that statement, and prepare and sign a report showing—

- (a) The particulars of any discrepancies between such statement and the books of the Treasury :
- (b) Full particulars of every case in which the provisions of this or any other Act, or the regulations or any forms, have not been carried out or adopted, or have in any manner been varied or departed from :
- (c) Every case of failure to deliver or send in accounts or to collect or account for any moneys or stores :
- (d) All sums allowed or disallowed without vouchers or with imperfect vouchers or upon incorrect certificates :
- (e) Any proceeding that may have been taken by or against any person in pursuance of the provisions of this Act or the regulations :
- (f) All unsatisfied surcharges which have been made by the Controller and Auditor-General and all surcharges disallowed by the Minister on appeal :
- (g) In what accounts the Controller and Auditor-General has, with the consent of the Minister, dispensed with a detailed audit :
- (h) Such other information as may be prescribed, or as the Controller and Auditor-General thinks desirable.

(3) The Controller and Auditor-General shall annex or append to the said report copies of all cases laid by him before the Attorney-General for his opinion, together with a copy of the opinion given in every such case.

(4) The Controller and Auditor-General shall lay the said statement, together with his report thereon, before Parliament within fourteen days after the signing of the report if Parliament is then in session, and if not, then within fourteen days after the commencement of the next ensuing session.

In reference to subsection (3), no cases were laid before the Attorney-General, and as to subsection (4), the full Statement of the Revenue and Expenditure of the Public Account is contained in two parliamentary papers—namely, B.-1 [Pt. I], which shows, under main headings, the receipts and payments of the funds and accounts comprised in the Public Account, and also shows details of the expenditure under the annual appropriations, Civil List, and the Unauthorized Expenditure Account; and B.-1 [Pt. II], which shows certain of the receipts and payments in greater detail than they are shown in B.-1 [Pt. I]. As the latter paper for 1942-43 has already been laid before Parliament, it is necessary for me to present only Part II with this report.

The requirements of subsection (2) (a-h) are satisfied as follows :—

(a) DISCREPANCIES IN THE STATEMENT OF ACCOUNTS

There are no discrepancies between the statement of accounts and the books of the Treasury.

(b) CASES IN WHICH THE PROVISIONS OF THE LAW HAVE NOT BEEN CARRIED OUT

The Audit Office is required, in the exercise of its duties, to satisfy itself that all financial transactions of the State are supported by proper authority, and that they contravene no provisions of the law. As stated in previous reports, circumstances arise which render it desirable that public moneys should be expended for purposes for which no specific authority exists, and for which the statutory provisions governing “ unauthorized expenditure ” or “ emergency expenditure ” are not available, or not available to a sufficient amount, or which render it desirable that legislative restrictions should not apply to the particular transaction.

Several cases of this nature arose during the year, and the Audit Office, following past practice, agreed to pass the transactions on being informed by the Government that it would introduce at the earliest opportunity validating or amending legislation, or otherwise provide the authority required.

In the following cases the necessary legislation was passed during the financial year covered by this report :—

The provisions of section 11 of the Finance Act, 1940, did not provide sufficient authority for the payment of salaries to those members of the War Administration who did not hold any of the Ministerial offices mentioned in Part I of the Third Schedule of the Civil List Act, 1920, and who were not members of the War Cabinet, and the authorizing legislation was enacted in section 17 of the Finance Act (No. 2), 1942.

Under the Civil List Act, 1920, members of Parliament were entitled to be paid travelling-expenses in respect only of their journeys to the opening of Parliament and to their homes when the session had ended, and such payments could not lawfully be made after six months from the date when they became payable. In July, 1942, the Prime Minister advised that legislation would be introduced providing that, for the duration of the war and for twelve months thereafter, payments could be made for one journey to and from each separate meeting of Parliament and at any time within six months after the end of the session during which the separate meetings in respect of which the expenses were payable was held. The legislation appears in section 24 of the Finance Act (No. 2), 1942.

The following transactions were regularized in the Finance Act (No. 2), 1943 :—

- (1) Payment of £881,584 18s. 6d. in excess of the limit of £500,000 fixed by section 58 of the Public Revenues Act, 1926, as the limit of general unauthorized. (Section 6.)
- (2) Concessions by way of relief from payment of rates allowed to ratepayers in the Kaitaia Drainage Area. The position of these ratepayers was the subject of a report to the Government by a Committee. (Section 10.)
- (3) Grants of £200 sterling each to Messrs. Lowry and Eudean, members of the House of Representatives, in respect of expenses incurred during their visit to the United Kingdom as delegates to the Conference of the Empire Parliamentary Association, 1943, such grants being in contravention of the provisions of the Electoral Act, 1927. (Section 12.)
- (4) Payment of overtime at increased rates to employees of the Government to operate retrospectively from 1st October, 1942, was approved by Cabinet, but in the cases of the Public Service and the Post and Telegraph Department there was no statutory authority enabling the regulations, which authorized the increased rates, to be given retrospective effect. (Section 21.)

Legislative or other authority is awaited in respect of the following transactions :—

- (1) Allowances of £10 each paid to Senior Inspectors, Education Department, without such allowances first having been included in the estimates and appropriated by Parliament as required by section 29 of the Finance Act, 1926. This matter has been partly adjusted in the estimates of the current year.
- (2) A subsidy of £416 5s. paid by the Main Highways Board on a payment by Franklin County Council to contractors on account of increased cost of road oil ordered in the course of the execution of road-sealing contracts which were let immediately prior to the outbreak of war. There was no authority to vary the terms of the contract.

My report of last year referred to two cases in which validating legislation had not been provided at the date of the report. This legislation has now been passed as follows :—

- (1) Finance Act (No. 2), 1942, section 2: Payments out of the Dairy Industry Account of contributions towards capital expenditure incurred by any persons engaged in the dairy industry in effecting any reorganization of the industry to meet wartime requirements.
- (2) Finance Act (No. 2), 1942, section 19: Transfer to War Expenses Account of any surplus in any special account established under section 5 of the Marketing Amendment Act, 1939.

(c) STATEMENT OF IRREGULARITIES IN CONNECTION WITH PUBLIC MONEYS AND STORES

The improvement mentioned in last year's report in regard to defalcations by departmental officers has not been maintained, the number of cases and the amount involved this year being greater than were reported last year.

A serious defalcation occurred in the Native Department, where an officer occupying a position of Property Supervisor did not account for certain of the proceeds received by him from sales of live-stock. The thefts had gone undetected for a considerable time, partly through the culprit being in a position to falsify tallies, and the case emphasized the need for periodical independent tallies of stock in respect of each farm. There were also serious irregularities in connection with Army pay in Dunedin, and further reference is made to this matter on page xv of this report.

The number of cases in which recipients of pensions, sustenance, age, and other benefits obtained payment in excess of scale rates by failing to disclose material particulars of their circumstances to the Department concerned shows a further reduction when compared with the previous year. The number of cases reported this year is 551, as against 1,330 last year.

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

IRREGULARITIES BY PERSONS NOT DEPARTMENTAL OFFICERS

	£	s.	d.	
Theft of allotment cheque	3	7	5	Police investigations unsuccessful.
Theft of allotment cheque	8	0	0	Police investigations unsuccessful.
Theft of allotment cheque	8	12	6	Police investigations unsuccessful.
Theft of allotment cheque	7	10	0	Police investigations unsuccessful.
Theft of allotment cheque	7	16	6	Police investigations not yet complete.
Allowances obtained by fraud	24	19	6	Action taken by police not yet complete.

Army Department

IRREGULARITY BY DEPARTMENTAL OFFICER

Misappropriation of public moneys	31	8	6	Offender convicted and sentenced to four months' imprisonment with hard labour.
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IRREGULARITIES BY PERSONS NOT DEPARTMENTAL OFFICERS

Theft of ammunition	2	10	0	Restitution made.
Theft of stores	Not stated			Police investigations unsuccessful.
Theft of stores	Not stated			Offender convicted and sentenced to three months' imprisonment.
Theft of stores	43	0	0	Three offenders; one sentenced to three months' imprisonment, one to two months, and the other to one month. Stores recovered.
Loss of public moneys	10	5	2	Offender tried by field general court-martial and sentenced to 120 days' detention for forging authority to obtain soldier's pay involved.
Theft of cash	42	6	2	Investigated by Court of Inquiry without success.
Theft of stores	Not stated			Police investigations not yet complete.
Theft of stores	Not stated			Offender fined £5 and discharged. Stores recovered.
Theft of cash	25	0	6	Offender ordered to make restitution, and directed to come up for sentence if called upon within three years.
Theft of stores	Not stated			Police investigations unsuccessful.
Theft of stores	Not stated			Offender fined £2.
Failure to account for public moneys	1	0	0	Investigations not yet complete.
Theft of allotment cheques	12	19	0	Police investigations unsuccessful.
Theft of allotment cheques	3	3	0	Police investigations unsuccessful.
Theft of allotment cheques	5	12	0	} Prisoner discharged and ordered to make restitution.
Theft of allotment cheques	7	14	0	
Theft of allotment cheques	3	3	0	Police investigations unsuccessful.
Theft of stores	92	3	7	Seven offenders; one was convicted and sentenced to twenty-eight days' imprisonment, two were convicted and sentenced to fourteen days' imprisonment each, two were fined £5 each, and in two cases the charges were dismissed.
Fraudulent withdrawal of soldier's pay	21	10	10	Proceedings by Court of Inquiry unsuccessful.
Theft of stores	33	19	8	Police investigations not yet complete.
Thefts of arms and ammunition—thirteen instances	Not stated			Each loss was investigated by the police without success.
Fraudulent withdrawal of soldier's pay	19	9	9	Proceedings by Court of Inquiry unsuccessful.
Theft of stores	Not stated			Police investigations not yet complete.
Fraudulent cashing of allotment warrants	26	17	0	Offender sentenced to six months' imprisonment.
Misappropriation of public moneys	87	12	1	Offender tried by field general court-martial and sentenced to six months' imprisonment.
Public moneys obtained by fraud	557	0	0	Ten offenders sentenced to varying terms of reformatory detention or imprisonment.

Health Department

IRREGULARITIES BY PERSONS NOT DEPARTMENTAL OFFICERS

Postal warrant cashed by unauthorized person	1	10	0	Police investigations unsuccessful.
Postal warrant cashed by unauthorized person	0	7	6	Police investigations unsuccessful.

Industries and Commerce, Tourist and Publicity Department

IRREGULARITIES BY PERSONS NOT DEPARTMENTAL OFFICERS

Theft of cash	0	8	6	Police investigations unsuccessful.
Theft of games tickets	5	1	6	Police investigations unsuccessful.

STATEMENT OF IRREGULARITIES IN CONNECTION WITH PUBLIC MONEYS AND STORES—continued

Nature of Irregularity.	Amount involved.	Action taken, and Result.
Justice Department		
IRREGULARITY BY DEPARTMENTAL OFFICER		
Misappropriation of public moneys	£ s. d. 2 16 0	Offender convicted and discharged.
Mental Hospitals Department		
IRREGULARITY BY DEPARTMENTAL OFFICER		
Misappropriation of public moneys	£ s. d. 82 5 4	Offender sentenced to two years' probation, and restitution ordered.
Navy Department		
IRREGULARITIES BY PERSONS NOT DEPARTMENTAL OFFICERS		
Theft of public moneys	11 0 8	Police investigations unsuccessful.
Theft of cash	0 5 9	Police investigations not yet complete.
Native Department		
IRREGULARITIES BY DEPARTMENTAL OFFICERS		
Misappropriation of public moneys	1,602 0 0	Offender sentenced to two years' imprisonment.
Misappropriation of public moneys	17 3 4	Police investigations not yet complete.
Mines Department		
IRREGULARITY BY PERSON NOT DEPARTMENTAL OFFICER		
Theft of petrol	Not stated	Police investigations unsuccessful.
Post and Telegraph Department		
IRREGULARITIES BY DEPARTMENTAL OFFICERS		
Theft of cash	15 0 0	Offender sentenced to probation for a period of twelve months. Restitution made.
Theft of postal packets	Not stated	Offender convicted and sentenced to six months' imprisonment.
Theft of postal packets	80 11 7	Offender convicted and sentenced to probation for a period of three years. Restitution made.
Theft of collections from slot telephones	4 15 10	Offender placed on probation for a period of two years. Restitution made.
Misappropriation of public moneys	115 12 9	Offender placed on probation for a period of two years and ordered to pay £10 costs. Restitution made.
Loss of public moneys	57 4 8	Police investigation unsuccessful.
Theft of cash	26 1 1	Offender convicted and sentenced to six months' imprisonment.
Theft of postal packets	2 5 2	Offender placed on probation for a period of two years and ordered to make restitution.
IRREGULARITIES BY PERSONS NOT DEPARTMENTAL OFFICERS		
Theft of postal packets	Not stated	Offender convicted and sentenced to reformatory detention for a period not exceeding two years. Police investigations unsuccessful.
Fraudulent withdrawal from Post Office Savings-bank account	22 12 10	Offender sentenced to reformatory detention for a period of one year. Police investigations unsuccessful.
Fraudulent withdrawal from Post Office Savings-bank account	2 10 0	Offender sentenced to reformatory detention for a period of one year. Police investigations unsuccessful.
Theft of cash and postal notes	53 18 9	Offender convicted and sentenced to three years' detention in a Borstal institution.
Fraudulent withdrawal from Post Office Savings-bank account	10 0 0	Offender sentenced to three months' imprisonment. Officer responsible for its custody required to make good the loss.
Theft of cash	4 11 0	Offender sentenced to three months' imprisonment. Officer responsible for its custody required to make good the loss.
Fraudulent withdrawal from Post Office Savings-bank account	113 5 0	Police investigations unsuccessful.
Fraudulent withdrawal from Post Office Savings-bank account	7 0 0	Police investigations unsuccessful.
Fraudulent withdrawal from Post Office Savings-bank account	9 0 0	Police investigations unsuccessful.
Fraudulent withdrawals from Post Office Savings-bank account	34 5 7	Police investigations unsuccessful.
Fraudulent withdrawals from Post Office Savings-bank account	12 0 0	Amount recovered from person who committed the forgery, now serving with the Armed Forces overseas.
Theft of cash and stamps	487 11 7	Police investigations not yet complete.
Thefts from public call boxes and stamp-vending machines	360 0 5	Investigations carried out in respect of each loss.
Fraudulent withdrawal from Post Office Savings-bank account	60 0 0	Offender sentenced to two years' reformatory detention. The amount of £33 7s. 3d. was recovered from prisoner by the police.
Printing and Stationery Department		
IRREGULARITY BY PERSON NOT DEPARTMENTAL OFFICER		
Theft of stores	3 2 6	Police investigations unsuccessful.

STATEMENT OF IRREGULARITIES IN CONNECTION WITH PUBLIC MONEYS AND STORES—continued

Nature of Irregularity.	Amount involved.	Action taken, and Result.
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Public Trust Office

IRREGULARITIES BY DEPARTMENTAL OFFICERS

	£	s.	d.	
Misappropriation of public moneys	19	6	1	Offender admitted to probation for one year.

Public Works Department

IRREGULARITIES BY PERSONS NOT DEPARTMENTAL OFFICERS

Public moneys obtained by fraud	3	19	1	Offender convicted and sentenced to six months' imprisonment with hard labour.
Theft of cheque	10	19	0	Offender convicted and discharged, as he was already serving a term of imprisonment.

Railways Department

IRREGULARITIES BY DEPARTMENTAL OFFICERS

Theft of goods	Not stated			Offender convicted and fined £5 and ordered to make restitution.
Misappropriation of public moneys	3	0	0	Offender convicted and placed on probation for a period of twelve months. Restitution made.
Misappropriation of public moneys	9	10	3	Offender convicted and placed on probation for a period of three years and restitution ordered.
Theft of goods	Not stated			Offender sentenced to probation for two years.
Theft of stores	6	12	3	Offender sentenced to one month's imprisonment and ordered to return to the Department articles stolen.
Theft of petrol	Not stated			Offender convicted and discharged.
Misappropriation of public moneys	2	2	9	Offender convicted and ordered to come up for sentence if called upon within twelve months.
Misappropriation of public moneys	27	10	0	Police inquiries failed to trace person responsible. Controlling officers reprimanded and required to make good the loss.
Theft of goods	Not stated			Three offenders were each sentenced to six weeks' imprisonment, one to fourteen days' imprisonment, and one was admitted to probation for a period of twelve months.
Loss of public moneys	15	0	0	Police investigations unsuccessful. Loss made good by officer in charge.
Theft of stores	18	0	0	Offender convicted and ordered to come up for sentence if called upon within three years, and also ordered to make restitution.
Misappropriation of public moneys	0	15	0	Offender convicted and fined £3 and costs.

IRREGULARITIES BY PERSONS NOT DEPARTMENTAL OFFICERS

Theft of cash	10	0	0	Police investigations unsuccessful.
Theft of cash	8	12	4	Police investigations unsuccessful. Loss made good by officer responsible for its custody.
Theft of stores	Not stated			Three offenders sentenced to varying terms of reformatory detention.
Theft of cash	7	0	10	Police investigations unsuccessful. Officer responsible for its custody required to make good the loss.
Theft of stores	Not stated			Police investigations unsuccessful.
Theft of cash	0	8	8	Police investigations unsuccessful.
Theft of cash	1	9	3	Police investigations unsuccessful.

Scientific and Industrial Research Department

IRREGULARITY BY PERSON NOT DEPARTMENTAL OFFICER

Theft of cash	3	18	9	Police investigations unsuccessful.
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Social Security Department

IRREGULARITIES BY PERSONS NOT DEPARTMENTAL OFFICERS

Theft of pay	10	17	0	Police investigations unsuccessful.
Excess benefits obtained by forging postal warrants	36	0	0	Offender convicted and sentenced to reformatory detention for a period not exceeding twelve months.
Loss of public moneys	10	4	9	Investigations not yet complete.
Loss of public moneys	40	19	0	Investigations by the police and the Department unsuccessful.
Five hundred and fifty-one cases in which recipients of pensions, unemployment, sickness, age, and other benefits obtained payments in excess of scale rates by failing promptly to disclose material particulars of their circumstances to the Social Security Department. (NOTE.—The excess payments to many of the recipients were not all made during 1942-43, but include amounts received by them in previous years)	11,160	17	3	Proceedings instituted in three cases involving the sum of £382 19s. 2d. resulted in three convictions being entered. Imprisonment was inflicted in one case, and in the other two cases, in which restitution of the sum of £372 19s. 2d. was made, the offenders were ordered to come up for sentence if called upon. There were 548 other cases involving the sum of £10,777 18s. 1d. Except in a small percentage of cases where the beneficiaries are on active service, deceased, or in straitened circumstances, refunds have been or are being obtained.

(d) SCHEDULE OF IMPERFECT VOUCHERS PASSED BY THE AUDIT OFFICE UNDER PROVISIONS OF SECTIONS 73 AND 75, PUBLIC REVENUES ACT, 1926

Section 73, which requires the Audit Office to disallow payment of any sum where the voucher for the actual receipt and payment has not been produced, empowers the Minister, on satisfactory evidence being produced that the requisite papers have been lost or destroyed and that it is not possible to obtain or replace them, to authorize the Audit Office to pass the payment.

Section 75 provides that when a voucher produced for payment is defective from the want of any certificate, the Audit Office, on proof to its satisfaction that the defect was not due to wilful neglect of the accounting officer and that the sum named in the voucher had been actually and properly paid, may pass the voucher as a sufficient discharge.

The following is a schedule of payments passed by the Audit Office under authority of these two sections :—

Department and Particulars.	Reason.	Amount.	Total Amount.
		£ s. d.	£ s. d.
Agriculture			
Costs of manufacture of desceder	Receipts unobtainable	318 16 5	
Purchase of stores	Vouchers lost	6 0 7	
Salaries	Vouchers lost	34 3 10	
Travelling-expenses	Vouchers lost	40 7 10	399 8 8
Air			
Cable charges and toll accounts	Vouchers lost	8 4 10	
Freight charges	Vouchers lost	0 13 4	
Pay and allowances	Vouchers lost	1 1 2	
Purchase of stores	Vouchers lost	24,320 2 3*	
Travelling-expenses	Receipts not obtained	81 17 5	24,411 19 0
Army			
Freight charges	Receipts unobtainable	15 9 6	
Medical treatment	Vouchers lost	6 5 9	
Pay and allowances	Vouchers lost	33,060 19 7*	
Purchase of stores	Vouchers lost	43,914 16 7*	
Toll accounts	Vouchers lost	12 5 7	
Travelling-expenses	Receipts unobtainable	26 6 9	77,036 3 9
Customs			
Travelling-expenses of official representative travelling in the United States of America	Receipts unobtainable	124 14 10	124 14 10
Education			
Cost of publications	Vouchers lost	2 2 10	
Freight charges	Receipts unobtainable	0 7 6	
Salary	Receipts unobtainable	13 12 3	
Travelling-expenses	Receipts not obtained	8 14 11	24 17 6
External Affairs			
Travelling-expenses	Receipts not obtained	2 0 0	2 0 0
Government Insurance			
Cost of publications	Vouchers lost	3 6 2*	
Freight charges	Vouchers lost	1 14 8*	5 0 10
Health			
Medical services	Vouchers lost	189 13 6	
Salary	Receipt unobtainable	2 16 8	
Travelling-expenses	Vouchers lost	20 11 5	213 1 7
Industries and Commerce, Tourist and Publicity			
Petty Expenses Account	Vouchers lost	4 9 9	
Salary	Vouchers lost	484 16 8*	
Travelling-expenses	Receipts not obtained	11 4 3	
Travelling-expenses of Supply Mission	Receipts not obtained	136 3 1	636 13 9
Internal Affairs			
Cost of publications	Receipt unobtainable	2 2 8	
Travelling-expenses	Receipts not obtained	6 5 2	8 7 10
Justice and Prisons			
Freight charges	Receipt not obtained	0 11 6	
Salary	Voucher lost	4 5 0	
Travelling-expenses	Receipts not obtained	7 2 8	11 19 2
Labour			
Purchase of stores	Receipt not obtained	2 5 0	
Salary	Receipt unobtainable	15 3 3	17 8 3
Land and Income Tax			
Refund of tax	Receipts unobtainable	2 0 0	2 0 0
Lands and Survey			
Refund of rents	Voucher lost	217 19 11	
Salary	Voucher lost	4 7 7	
Travelling-expenses	Receipt not obtained	1 2 0	223 9 6

* These figures mainly represent vouchers lost as a result of enemy action.

**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.
Marine		£ s. d.	£ s. d.
Travelling-expenses	Receipt not obtained	1 12 0	1 12 0
Mental Hospitals			
Freight charges	Voucher lost	15 10 4	15 10 4
Mines			
Overtime	Voucher lost	2 3 1	
Salary	Voucher lost	3 6 6	
Travelling-expenses	Receipt not obtained	4 10 0	9 19 7
National Provident and Friendly Societies			
Salary	Voucher lost	3 18 10	3 18 10
National Service			
Cost of publications	Receipt unobtainable.. .. .	0 3 0	
Subsidy, Scheme 13	Voucher lost	181 15 5	
Travelling-expenses	Receipts not obtained	83 11 5	265 9 10
Native			
Travelling-expenses	Receipts unobtainable	20 18 3	20 18 3
Navy			
Medical treatment	Voucher lost	503 15 6	
Remittances overseas	Receipts unobtainable	9 19 2	
Repairs and services	Vouchers lost	225 4 7	
Travelling-expenses	Receipts not obtained	38 7 0	777 6 3
Post Office			
Air-mail account	Receipts unobtainable	21 0 7	21 0 7
Marketing			
Toll fees	Receipts not obtained	2 6 2	
Travelling-expenses	Receipts not obtained	1 0 2	3 6 4
Prime Minister's			
Travelling-expenses	Receipts not obtained	6 15 10	6 15 10
Printing and Stationery			
Wages	Voucher lost	2,181 9 8	2,181 9 8
Public Trust			
Distribution of estates	Receipt unobtainable.. .. .	12 10 0	12 10 0
Public Works			
Charter party expenses	Receipts unobtainable	259 18 9	
Freight charges	Receipts unobtainable	3 0 2	
Purchase of stores	Vouchers lost	1,279 8 9*	
Purchase of stores, and miscellaneous	Vouchers lost	3,561 17 11	
Toll fees	Receipts unobtainable	0 8 6	
Travelling-expenses	Receipts not obtained	22 4 8	
Wages and overtime	Vouchers lost	43 1 0	5,169 19 9
Railways			
Purchase of stores	Vouchers lost	3,123 19 8*	3,123 19 8
Scientific and Industrial Research			
Publications	Receipt unobtainable.. .. .	0 9 0	
Travelling-expenses	Receipts not obtained	18 1 11	18 10 11
Social Security			
Benefit payments	Vouchers lost	2,012 12 0	
Pension payments	Vouchers lost	46 11 8	2,059 3 8
Stamp Duties			
Allowance for spoiled stamps	Voucher lost	0 12 3	0 12 3
State Forest Service			
Travelling-expenses	Receipts not obtained	1 10 2	1 10 2
Transport			
Travelling-expenses	Receipts not obtained	2 5 3	
Wages	Receipts not obtained	9 12 0	11 17 3
Treasury			
Bureau charges	Receipts not obtained	3 14 7	
Expenses of French nationals	Receipts not obtained	331 6 0	
Telegraphic remittances	Receipts unobtainable	1,017 8 0	
Transit charges on mails	Receipts unobtainable	1,099 11 10	
Travelling-expenses	Receipts not obtained	1 17 6	2,453 17 11
			£119,276 13 9

* These figures mainly represent vouchers lost as a result of enemy action.

(e) PROCEEDINGS TAKEN AGAINST DEFAULTERS AND OTHERS

Particulars of cases in which proceedings have been taken in pursuance of section 69 (3) of the Public Revenues Act, 1926, are included in the Statement under para. (c), page v.

The Audit Office is required by the above-mentioned section to take all such steps as it thinks fit to prosecute according to law all defaulters in respect of any public moneys or stores, but the section does not prevent prosecutions in such cases by persons other than the Audit Office. The statement includes, therefore, prosecutions which were instituted by Departments concerned as well as by the Audit Office.

(f) SURCHARGES

Section 69 (1) of the Public Revenues Act, 1926, provides that the Controller and Auditor-General shall surcharge the person responsible wherever it appears to the Audit Office that public moneys or stores have been lost through the default, neglect, fraud, or error of any servant of the Crown.

In the past year it was found necessary to surcharge four officers, all of the surcharges being in respect of loss of money.

Any person surcharged has the right, under section 71 of the Act, to appeal to the Minister of Finance, and the Minister may thereupon confirm or waive the surcharge as he thinks fit. Each of the surcharges issued during the year was made the subject of an appeal. The appended table summarizes the surcharges issued and the results of the appeals:—

Department.	Number of Surcharges.	Upon Appeal.		Total.
		Confirmed.	Waived.	
		£ s. d.	£ s. d.	£ s. d.
National Commercial Broadcasting..	1	..	1 10 6	1 10 6
Post and Telegraph	1	10 0 0	103 5 0	113 5 0
Social Security	2	..	11 19 1	11 19 1
	4	10 0 0	116 14 7	126 14 7

(g) DETAILED AUDIT OF ACCOUNTS DISPENSED WITH

Section 72 of the Public Revenues Act, 1926, authorizes the Controller and Auditor-General, with the consent of the Minister, to dispense with a detailed audit of any accounts in circumstances which render a detailed audit unnecessary.

The Minister was not requested to make any new exercise of his power under this section during the year.

(h) GENERAL INFORMATION**Repayment of the Public Debt**

The following table gives particulars of the amount of securities redeemed under the provisions of the Repayment of the Public Debt Act, 1925, and the total cost of redemption:—

Rate of Interest.	Nominal Value of Securities redeemed.			Total Cost of Redemptions.
	Total to 31st March, 1942.	Year 1942-43.	Total to 31st March, 1943.	
	£ s. d.	£ s. d.	£ s. d.	£ s. d.
1½	459,417 10 0	..	459,417 10 0	459,417 10 0
1½	1,760,437 0 0	..	1,760,437 0 0	1,760,437 0 0
2½	5,000 0 0	..	5,000 0 0	5,000 0 0
2½	199,200 0 0	..	199,200 0 0	199,200 0 0
3	4,067,793 14 8	1,405 0 0	4,069,198 14 8	4,069,198 14 8
3½	500,000 0 0	19,865 0 0	519,865 0 0	519,865 0 0
3½	481,001 8 8	2,538,300 0 0	3,019,301 8 8	3,019,301 8 8
3½	284,711 7 4	700 0 0	285,411 7 4	285,411 7 4
4	3,854,763 5 6	48,775 0 0	3,903,538 5 6	3,891,850 14 7
4½	2,104,760 0 0	..	2,104,760 0 0	2,089,382 5 0
5	5,423,735 0 0	..	5,423,735 0 0	5,423,181 5 0
5½	1,530,990 0 0	..	1,530,990 0 0	1,530,972 10 0
5½	1,033,310 0 0	..	1,033,310 0 0	1,030,894 12 2
6	2,633,588 9 9	..	2,633,588 9 9	2,612,292 8 8
	24,338,707 15 11	2,609,045 0 0	26,947,752 15 11	26,896,404 16 1*

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

The opening balance of the Public Debt Repayment Account was £319,969 2s. 7d., and during the year £2,565,354 2s. 9d. was transferred from Consolidated Fund to the account. Securities valued at £2,609,045, as shown above, were redeemed, leaving a balance at 31st March of £276,278 5s. 4d. available for further redemptions.

The following statement shows the amount of loans subject to the Repayment of the Public Debt Act, 1925, and those not subject to the Act, as at 31st March, 1943.

The amounts set opposite the several accounts, other than the Ordinary Revenue Accounts, War Expenses (1939), and National Development Loans Account, represent also the amounts of capital liability due by such accounts to the Consolidated Fund in terms of the National Development Loans Act, 1941.

Particulars.

Loans subject to the Repayment of the Public Debt Act, 1925—

	£	s.	d.	£	s.	d.
Consolidated Fund : Ordinary Revenue Account—						
Discharged Soldiers' Settlement Account..	2,871,001	12	0			
Greymouth Harbour Board Account ..	148,186	2	7			
Mining Advances Account ..	33,209	0	11			
Miscellaneous ..	7,836,531	14	10			
Naval Defence Act Account ..	812,209	10	0			
Reserve Bank of New Zealand Account ..	1,125,000	0	0			
State Advances Corporation Account ..	1,030,728	9	0			
War Expenses Account (1914-18) ..	35,997,065	19	11			
Public Works ..	167,899,629	1	4			
Bank of New Zealand Shares Account ..	875,000	0	0			
Housing Account ..	21,700,104	1	9			
Iron and Steel Industry Account ..	14,000	0	0			
Land for Settlements Account ..	7,616,823	15	4			
Cheviot Estate Account ..	160,918	0	0			
Main Highways Account ..	11,481,918	11	8			
State Forests Account ..	3,497,438	7	5			
War Expenses (1939) ..	123,464,790	1	7			
National Development Loans Account not allocated to accounts ..	25,000	0	0			
				386,589,554	8	4

Loans not subject to the Repayment of the Public Debt Act, 1925—

Loans for which special sinking funds or for which provision for repayment is provided—						
State Coal-mines Account ..	536,967	3	0			
Electric Supply Account ..	17,624,600	14	5			
Nauru and Ocean Islands Account ..	192,044	7	3			
Westport Harbour Account ..	614,250	0	0			
Samoan Loan Suspense Account ..	65,115	0	0			
State Advances Account ..	34,102,640	10	10			
				53,135,617	15	6
Loans represented by funded debt to the Imperial Government—						
Ordinary Revenue Account—						
Naval Defence Act Account ..	577,446	11	5			
War Expenses Account (1914-18) ..	23,320,196	17	0			
Public Works Account ..	169,109	15	3			
Land for Settlements Account ..	33,446	6	11			
				24,100,199	10	7
Total liability represented by debt as at 31st March, 1943 ..				£463,825,371	14	5

Increase and Decrease of the Public Debt

Statement of the public debt showing increases and decreases during the year :—

	£	s.	d.
Total debt as at 31st March, 1942 ..	385,397,732	18	3
Additions during the year—			
Consolidated Fund : Ordinary Revenue ..	414,667	10	0
National Development Loans ..	3,050,000	0	0
War Expenses ..	80,000,505	13	5
	83,465,173	3	5
	468,862,906	1	8
Reductions during the year—			
War Expenses debt redeemed ..	240,509	12	3
Other debt redeemed ..	4,797,024	15	0
	5,037,534	7	3
Total debt as at 31st March, 1943 ..	£463,825,371	14	5

The foregoing statement shows that the total public debt has been increased during the year by £78,427,638 16s. 2d. The long-term debt was increased by £61,434,638 16s. 2d. and the short-term Treasury bills debt by £16,993,000, as shown in the following summary :—

		£	s.	d.	£	s.	d.
Treasury bills as at 31st March, 1942	..	38,961,000	0	0			
Treasury bills as at 31st March, 1943	..	55,954,000	0	0			
Increase	..				16,993,000	0	0
Long-term debt as at 31st March, 1942	..	346,436,732	18	3			
Long-term debt as at 31st March, 1943	..	407,871,371	14	5			
Increase	..				61,434,638	16	2
Increase as at 31st March, 1943..	..				£78,427,638	16	2

The foregoing statement includes transactions under the Memorandum of Security Agreement in pursuance of which £15,436,634 15s. was borrowed from the United Kingdom.

Of this amount and the balance (£2,818,035 8s. 11d.) outstanding on the 31st March, 1942, £8,000,000 was repaid during the year, leaving the amount outstanding on the 31st March, 1943, at £10,254,670 3s. 11d. Since the close of the financial year a further sum of £2,254,670 3s. 11d. has been repaid, which leaves an amount of £8,000,000 outstanding in respect of the advances made under the agreement prior to 31st March last.

Departmental Balance-sheets

As mentioned in my last annual report, the preparation of some fifty departmental accounts and balance-sheets formerly prepared in terms of section 57 of the Finance Act, 1932, was discontinued as an economy measure as from 1st April, 1941. Those accounts which Departments continue to prepare have been audited as heretofore, and will be published as parliamentary paper B.-1 [Pt. IV].

Marketing Department

Export Division.—In addition to dairy-produce and meat, the Marketing Department handles the entire wool-clip, and also purchases and exports tallow, hides, linen flax, and scheelite, the total f.o.b. value of the products dealt with during the 1941-42 season being in the vicinity of £75,000,000. In spite of depleted staff the accounts have been kept in a satisfactory manner and all Audit requirements have been complied with.

Internal Division.—Where the acquisition of commodities on a greatly increased scale, or the undertaking of some new activity has been involved, Audit has endeavoured to ensure that a satisfactory system of control has been instituted and maintained. The Audit staff position has, however, precluded examination of accounts in the detail which is to be desired.

Social Security (Medical Benefits) Regulations 1941

Last year's report under this heading stated that the Health Department had been unable, because of staff shortages, to revise the Patients' Lists of those medical practitioners who are paid from the Social Security Fund on a capitation basis.

The Department now advises that a special staff has been at work during the past few months and that all Patients' Lists have been revised in respect of persons of military age. Verification respecting other persons on the lists is being continued by means of registered letters, as prescribed by regulation. If a registered letter remains unanswered for a period of six weeks, the Medical Officer of Health may proceed to amend the appropriate Patients' List after giving notice to the medical practitioner concerned.

Public Stores

The staff position in the Audit Office compelled it to rely almost wholly upon the work of departmental Inspectors so far as Public Works Department stores were concerned. Reports submitted by the departmental Inspectors disclosed a satisfactory standard under prevailing conditions, and the same position was found to obtain in respect of the stores work of Departments examined by my own Inspectors.

The position of the stores purchased or received for the use of the Armed Forces is separately dealt with in the War Expenses section of this report.

Accounts of Local Authorities

During the year three cases of disqualification of members of local authorities were dealt with by the Audit Office. Two of these cases arose from members being concerned or interested in contracts entered into by their respective local authorities in excess of the limits set out in section 3 of the Local Authorities (Members' Contracts) Act, 1934, and the third case was of a member holding a place of profit under the local authority of which he was a member.

There were nine cases of misappropriation of funds by local-body officials, an increase of two as compared with the previous year, and in each case the matter was placed in the hands of the police for appropriate action by them. The aggregate sum of the misappropriations was £740 7s. 9d.

The Audit Office dealt with numerous breaches of law relating to accounts, and an adjustment thereof or a recovery of moneys was required in all cases except where special circumstances were such that Audit requirement was waived conditionally on legislation being obtained to validate the irregularities.

The following is a list of the cases where this waiver was granted :—

Cheviot County Council	..	Free use of residence granted to a doctor.
Grey Hospital Board	..	" Unauthorized " expenditure exceeded by £130 12s. 11d.
Napier Harbour Board	..	Personal receipts not obtained from certain employees for wages paid through an agency.
Normanby Town Board	..	Water charges not levied in accordance with the provisions of the Municipal Corporations Act, 1933.
Ohai Railway Board	..	" Unauthorized " expenditure exceeded by £62 0s. 10d.
Raglan County Council	..	Contribution towards the cost of acquisition of a joint reserve.
Waipa County Council	..	Contribution towards the cost of acquisition of a joint reserve.
Wellington Hospital Board	..	Proceeds of sale of endowment property applied towards the purchase of a hospital site, contrary to section 73, Hospital and Charitable Institutions Act, 1926.

Except in the cases of the Cheviot County Council, the Napier Harbour Board, and the Normanby Town Board, the necessary legislation has already been provided.

Reference was made in my previous report to the fact that certain local authorities had engaged, without authority of law, in activities of a farming nature. They have continued to do so, but relative legislative authority has not yet been given.

The duties of Inspectors engaged on the work of auditing the accounts of local authorities are now more onerous than in normal times. In the past, Audit Inspectors, when framing an audit programme, were able to place some reliance on internal check in force in the office concerned, and on the standard of the accounts as presented for audit, but owing to losses to the Armed Forces the staffs in many local-authority offices are reduced in both number and efficiency, so that Inspectors are unable now to take the first-mentioned factors into account to the extent they formerly did. I am pleased, however, to report that, notwithstanding extra responsibilities, the inspectional staff, though itself depleted, has kept the audit of local-authority accounts reasonably up to date. This good result has been achieved by working extra hours and by careful attention to deletion of detail.

Patriotic Funds

The accounts of six Provincial Patriotic Councils for the year ended 30th September, 1942, have been audited, and audit reports thereon have been submitted to the Minister of Internal Affairs, as required by regulation. Of the remaining five accounts, the audit of three is almost completed and the other two are receiving attention. The audit of the accounts of the National Patriotic Fund for the year ended 30th September, 1942, has not yet been carried out. Several factors, such as the employment of various organizations for collecting and expending funds, militate against the early closing of the books after the end of the Fund's year, but the Audit Office has represented to the National Board the desirability of expediting the preparation of the final accounts and balance-sheet.

In addition to the accounts in the Head Office of the National Patriotic Fund Board, the records of the disbursement of moneys of the fund in England, the Middle East, and the Pacific area are subject to audit by officers of the Audit Department stationed overseas.

Canteen Board

Up till the beginning of the year under review all sales were made by the Board through retail canteens in camps, but since then several stores have been opened from which bulk sales are now made to units that cannot easily be reached through the ordinary canteens. The turnover has reached a total of £1,700,000, nearly trebling that of the previous year.

The Board's staff has been hard pressed to maintain all essential work, with the result that certain of the accounting work of the office has fallen into arrear and it has not yet been found possible to complete a balance-sheet for the year ended 31st March, 1942. However, in general no sacrifice has been made by the Board's staff of work such as the checking and vouching of payments to creditors, control over credit sales to units, accounting for inwards cash, and control over stocks.

Satisfactory control was rather less in evidence in the case of certain of the Board's canteens in the Pacific area. This was caused partly through delay in the receipt of returns in Wellington and partly through the non-receipt of some of the evidence necessary to enable them to be checked. Even apart from this, in the opinion of Audit there has been lack of sufficient office check upon the returns when received. The stock figures revealed a fair percentage of loss of stock, but it has been submitted that pillages, shortages upon out-turn, and breakages were considerable, and that under the local conditions ruling loss was unavoidable.

Meat-exporters' Accounts

During the year the Audit Office, acting under authority of the Meat-exporters' Accounts Emergency Regulations 1940, appointed an auditor to investigate the accounts of meat-exporters and freezing companies for the purpose of determining whether the charges rendered by them in connection with live-stock intended for production of meat for export, or in connection with such meat before its acceptance by the Marketing Department, were fair and reasonable.

The investigation was duly carried out, and the auditor's report was submitted to the Minister of Marketing and the New Zealand Meat-producers' Board, as required by the regulations.

WAR EXPENSES ACCOUNT

(a) General

The public accounts, presented to Parliament as parliamentary papers B.—1 [Pt. I] and B.—1 [Pt. II], deal normally with actual cash receipts and cash payments, and transfers, treated as cash in the accounts, of amounts due from one vote or account to another within the Public Account.

Under the Act of the United States of America known as the "Lend-lease Act," and described as "An Act to promote the defense of the United States," the President is empowered "to sell, transfer title to, exchange, lease, lend, or otherwise dispose of any defense article to the Government of any country whose defense the President deems vital to the defense of the United States," and in exercise of these powers large quantities of supplies have been made available to New Zealand.

The Treasury desired to record in the public accounts the cost of the "lend-lease" assistance to New Zealand met by the Government of the United States, and transfer vouchers were therefore prepared by the Treasury whereby the subdivision of the War Expenses Account which received the supplies was debited with the value, converted at the rate of \$3.2442 to the New Zealand pound, and an item "Reciprocal Aid, Lend-lease" in the same account was credited.

The value of "lend-lease" assistance extended to New Zealand as shown in the public accounts up to 31st March, 1943, was £26,812,667 18s. 6d., which has been charged under the headings, Navy, Army, Air Force, and Civil, according to the supplies delivered to each.

Copies of invoices or other reliable data were not always available to fix the values of supplies received, which therefore are based partly on estimates and are subject to adjustment. Treasury was, however, strongly desirous of incorporating in the public accounts the closest approximation of the value of lend-lease that could be arrived at, and the Audit Office agreed to the incorporation, subject to the matter being brought to the notice of Parliament in this report.

In the foregoing connection it is necessary to refer also to the evidence that was available as to the actual receipt of certain of the supplies by the consignees. The Navy, the Army, and the Ministry of Supply furnished to the Audit Office evidence of the receipt of supplies or of their loss at sea, but the Air Department was unable to do so as it had not realized at the time of arrival of the early supplies that their value might require to be included in the public accounts, and so had not separately recorded their receipt. It submitted that the clerical work now necessary to trace the individual items in the records would not be justified, but undertook to furnish satisfactory evidence of the receipt of all future supplies.

(b) Financial Arrangements : Middle East

Apart from pay and allowances and initial equipment, the cost of maintaining the 2nd New Zealand Expeditionary Force in the Middle East is met in the first place by the Imperial Government, which recoups itself by means of an agreed capitulation charge. This arrangement avoids detailed book-keeping and enables payments to be kept so well up to date that the charge to 31st March, 1943, is actually included in the public accounts to that date.

(c) Civil Expenditure

Section 2 of the War Expenses Act, 1939, permits moneys in the War Expenses Account to be expended, without further appropriation than the section itself provides, on any purposes connected directly or indirectly with the war, and the Minister of Finance is empowered to decide any question which arises as to whether any purpose is a purpose for which War Expenses Account may be used.

Indirect war expenditure is included in the War Expenses Account under the heading of "Civil," and information regarding it was given in the Financial Statement lately presented by the Honourable the Minister of Finance.

(d) Army Pay

Within the limits imposed by staff shortage, close attention has again been given throughout the year to the audit of Army pay both in the Dominion and overseas. The work is well up to date, and the only serious irregularity that occurred was in connection with payment of casual assistance for medical examinations in Dunedin. In this case certain personnel have been convicted of fraud based on forgery of acquittance rolls. The Audit Office is informed by the Army Department that an inquiry is to be held to ascertain what degree of responsibility for loss arising from the frauds must be accepted by controlling officers who certified the rolls.

(e) Fiji Expenditure

Since 1939 considerable sums have been disbursed in Fiji and Tonga by the Government of Fiji on account of New Zealand. These sums are additional to funds remitted directly from New Zealand and disbursed by New Zealand officers. To recoup itself the Government of Fiji from time to time drew on the New Zealand Government, but it has retained all original vouchers and documents required to support the disbursement of the advances, and the Audit Office has been unable to audit this expenditure by inspection of original documents in the ordinary way. A certificate from the British Colonial Office auditor resident in Fiji has been received in respect of expenditure up to 31st December, 1941, and it is proposed to accept this and subsequent certificates as being equivalent to the normal Audit Office examination required under the Public Revenues Act, 1926.

(f) Eastern Group Supply Council

Last year's report outlined the procedure to be followed in connection with claims for stores produced in New Zealand on behalf of the Eastern Group Supply Council. Two claims against the British Ministry of Supply aggregating £1,733,067 4s. 3d. have since been examined and certified by this Office, and a sum of £11,440 4s. 11d. has been recovered from the Australian Government. At the date of this report practically all the expenditure on the Eastern Group Supply Council account has been recovered or has been included in certified claims for recovery.

(g) Food Controller's Operations

The hope expressed in last year's report that the accounts of the Food Controller would be kept to my satisfaction has not been wholly realized, and this is due in no little measure to staff shortage. Until the records of stocks purchased have been brought up to date Audit is unable to satisfy itself that all stocks purchased have been disposed of and the proceeds accounted for, or are still on hand. Outstanding debts were not followed up as they should have been, and the posting of the Sundry Debtors Ledger was for a time allowed to fall considerably into arrears.

(h) Ministry of Supply and Munitions

In my last report I mentioned that the state of the accounting records of the Indent Division of the Ministry was not as satisfactory as could be desired. During the year under review the volume of business expanded to such an extent that, although substantial additional staff and accommodation were made available to the Division, the work of the Accounts Branch fell further into arrears. The Audit Office made suitable representations in the matter, and has been assured that steps have been taken to remedy the position.

In previous reports the disadvantages of cost-plus contracts have been referred to at some length, and although I am assured that munitions contracts are now placed, where possible, on a competitive basis, this has not infrequently been found to be impracticable, and the cost-plus system has again been applied to a considerable extent. Contracts have also been let on sole tender. In connection with cost-plus contracts, the Ministry's cost accountants make an examination of the contractors' accounts; and the check on sole-tender contracts is a comparison of the tender price with an itemized cost statement prepared by the Ministry's technical officers, but the accuracy of such a statement should be later supported by reference to the contractor's profit and loss account. Although such reference has not been applied to any extent, there have been some investigations which, in respect of two cases, resulted in refunds of some £20,000 being obtained.

The staff attached to the Audit Department available for examination of contractors' accounts has been very limited, being confined almost wholly to one officer. His inquiries have tended to support the reasonableness of contract prices, except in one case which is being referred to the Treasury with a view to securing a suitable reduction.

Although there has been no actual refusal by a contractor to submit accounts for scrutiny, some firms have shown reluctance to do so, and the Audit Office suggests that, apart from any stipulation made in any contract, clear statutory general authority should be provided to allow of any desired examinations by Government officers.

(i) Defence Purchase Division

It was mentioned in my last report that the Army had taken the purchase of mechanical transport stores into its own hands, instead of making such purchases through the Defence Purchase Division. The position to-day is that, whilst use of the Defence Purchase Division is being made, Army still has its own buyers directly purchasing in the market. Thus a main purpose of the Division, the co-ordination of the purchase of stores, is not fulfilled.

(j) Motor-vehicle Impressment

Attention was drawn last year to overpayments aggregating £1,580 8s. 3d. to 103 owners of vehicles, and this matter has not yet been put in order by legislation validating the overpayments, or by recovery of the amounts overpaid.

The Army has released for sale to the general public a large number of trucks of varied makes and types which had been impressed. In this connection the Audit Office has represented to the Army Department that careful attention will require to be given to the disposal of spare parts and accessories held for these vehicles and for vehicles which are being written off charge as unserviceable, and that it will be necessary to ensure that those of a type no longer required by Army or surplus to requirements are disposed of without delay.

An arrangement has been made for the sales of trucks referred to in the previous paragraph hereof to be made through dealers at a liberal rate of commission, and the Audit Office has represented to the Honourable the Minister of Finance that Impressment Officers might themselves effect disposal and so save this considerable charge.

(k) Aviation Fuel

This commodity is handled on behalf of the Air Department under contract by two oil companies, and in terms of the contract the companies are paid a fixed price per gallon to cover wharfage, handling and storage costs, loss by evaporation, and profit. The price per gallon was based on an estimated turnover which experience has proved to be wide of the mark. It is probable that the estimate will be doubled, and as this should greatly reduce the companies' costs per gallon the Audit Office has pointed out the necessity for a review of the contract terms, and this is being undertaken. As the sum to be paid to the companies if the present rate of turnover is maintained will be in the vicinity of £250,000, the need for exact costing will be appreciated.

(l) Contracts

Building Contracts.—Much the greater part of building constructional works for defence purposes is now being effected on the "master schedule" basis introduced into this sphere of activities by the Commissioner of Defence Construction, as referred to in my last year's report. Competitive quotations are not obtained, but contracts are arranged upon schedules of quantities priced according to schedules

agreed upon by the Commissioner of Defence Construction and the master builders' associations. Each schedule sets out the unit rates for labour and material in the area or district to which it relates, and includes full allowances for workshop expenses and profit in the case of materials such as joinery, plumbers' requisites, electrical, metal, and similar supplies, whether produced on the contractor's own premises or furnished by a subcontractor. It was intended that schedules of quantities to be used should be prepared by quantity surveyors, but owing to a shortage of qualified men it has not always been practicable to carry out the intention. The contractor is allowed to add to the schedule a list of any adjustments which he wishes to claim as arising from any special circumstances, and if these are accepted the schedule is adjusted accordingly, and the contract price is settled by adding 5 per cent. for the contractor's profit and a further $2\frac{1}{2}$ per cent. of the total to cover his overhead expenses.

Timber required for the works to which these contracts have been applied has in most cases been ordered from mills and from timber-merchants by the Timber Controller, and his Department has paid the suppliers direct. Contractors have thus been relieved from the necessity for financing their timber-supplies, but the assessed value of the timber appears in the priced schedules of quantities, and contractors are allowed to receive the agreed percentages of 5 per cent. and $2\frac{1}{2}$ per cent. on the total price, including timber.

In these contracts the Crown has not insured directly or through contractors against fire, builders' risk, accident, or public risk, but has arranged that all claims under these headings should be settled through the Public Works Department. The Treasury estimates that substantial savings have accrued under this procedure.

In order to reduce delay in completing works the Public Works Department found it necessary in some cases to purchase for supply to contractors bulk supplies of certain materials which they would normally secure through their own organizations. The expenditure thus incurred by the Public Works Department was to be recovered from the contractors by deduction from payments due to them, but it now appears that in one district adequate records of deliveries were not maintained and that complete recoupment may not be possible. Also, it has not been possible to reconcile timber purchased by the Timber Controller with the timber actually built into camp buildings, hospitals, stores, and similar structures, and there is little doubt that some quantities will not be accounted for.

Investigation by the Public Works Department indicated that the original schedules gave contractors an unduly high rate of profit on certain types of buildings, and a reduction in rates was effected in September last. It is desirable that tests of the fairness of schedule prices should be made from time to time by reference to the actual profits earned by contractors as shown by their own records, and the contracts provide for such reference if it is desired. Representations were accordingly made to the Commissioner and the Public Works Department and these authorities have agreed that examination of the contractors' records will be made forthwith.

Shipbuilding Contracts.—These contracts have been the subject of comments in my reports since the outbreak of war. To New Zealand's requirements have now been added the local requirements of the United States' authorities. During the financial year a Controller of Shipbuilding was appointed by the Government to control all classes of Government shipbuilding, and his policy has been to retain the target-price type of contract. The essential point in this type of contract is that a "target" price is set as the estimated cost of constructing the vessel. Overhead charges are recouped to the contractor as a percentage of the target price, and his profit fee is fixed on the same figure. As an incentive to economy, the contractor receives a bonus if the final cost is less than the target price and receives no additional overhead charge or profit fee if the target price is exceeded.

The Audit Office has endeavoured to maintain a close and effective check on expenditure on shipbuilding activities, particularly at the main shipbuilding centres, but it has experienced difficulty in satisfying itself that capital charges to be borne by certain contractors and construction costs to be paid by the Crown have been charged correctly in terms of the relative subsisting contract. Where the Audit Office was of opinion that a payment did not fall within the terms of contract the attention of the Treasury and Marine Departments was drawn to the matter.

The question has also arisen as to whether certain admitted capital costs which it was intended should be borne by a firm of contractors should now be met by the Crown, which would, in the event of doing so, become the owner of the shipyard concerned.

“Cost-plus” contracts appear to be unavoidable in some classes of ship-repair work, as distinct from shipbuilding, but the Audit Office has not had the staff necessary to verify actual costs. In this class of contract the Navy Office and the Marine Department are expected to exercise close supervision, particularly as regards the time entered as the basis of the claim in respect of direct wages, and departmental officers enface appropriate certificates on the claims submitted for payment. The Audit Office has been able to do little more than try to ensure that Departments realize fully their responsibilities in the matter.

Advances to Freezing Companies.—Advances in connection with the erection of emergency cool-storage facilities have again been the subject of Audit examination as occasion arose, and the special construction accounts of those canning companies which have received advances from the Government to enable them to build new canneries or to extend existing buildings and plant have also been investigated.

Transports.—Examination of claims for the hire of transports revealed a number of inconsistencies in the method of computing charges, and it was found that although the terms of hire had been agreed upon by correspondence, they had not been reduced to a formal charter. The Audit Office drew the attention of the Marine Department to the desirability of a charter setting out the precise terms of hire, and action in this direction, although not yet complete, is under way.

Earth-moving Plant.—In connection with the defence construction programme, the Public Works Department arranged with certain companies and individuals to operate earth-moving plant. The agreed hourly rates appeared, upon examination of contractors' claims by the Audit Office, to be over-generous, and it suggested to the Public Works Department that actual operating costs should be ascertained by reference to the accounts of selected contractors. The suggestion was adopted, and resulted in a considerable reduction in the rates payable. The Department was of opinion that payments already made should stand, but the saving of public moneys consequent upon the reduction will still be substantial.

Army Huts.—A very large contract for the construction of some 8,500 Army huts had been arranged at a fixed price per hut, but information obtained by the Audit Office indicated that such price was excessive. Treasury and Audit then made an investigation, with the result that a saving of some £30,000 was effected.

Reconciliation between the number of huts and other temporary buildings paid for and the number on ledger charge has not been effected by the Army Department. This should be made to ensure that all these structures are on charge, and to allow of their being traced to their use and ultimate disposal.

Oral Contracts.—There have been a few instances during the year of urgent defence construction works being carried out on oral instructions without pre-arranged basis of remuneration, or definite limit on the extent of the work to be done, and without making provision for inspection of the work as it proceeded. Such circumstances are liable to encourage extravagant claims, to lead to unnecessary work being carried out, and to render difficult the production of satisfactory certificates as to what actually was done.

(m) Army Stores

Ordnance Depots.—A vast quantity of stores has passed through ordnance depots during the year, and the capacity of storage accommodation has been taxed to the utmost. The unsatisfactory position in regard to stores accounting at ordnance depots mentioned in my last report still exists. Stores transactions have been ledgered, but in numerous instances ledger balances bear little relation to actual stocks. With reference to the main depot, the Audit Office on 31st December, 1941, wrote to the Army Department as follows: “No complete stock-taking has been made at the depot for some years, and apparently no stocktaking during the war period is contemplated. The results of the Inspector's stock tests show that the accounts are in a far from satisfactory state, and it would seem essential, therefore, that the number of permanent stocktakers be increased to provide that all lines are checked at least once during the year instead of once in three years, as required by ‘Instructions relating to Accounting for Stores.’”

The Army Department's reply, dated 27th April, 1942, reads: “It is intended to institute a system of continuous and progressive stocktaking in all ordnance depots as soon as suitable personnel can be obtained to undertake this work. The change-over of the staff from a civil to a military basis should facilitate this. A recommendation was made some months ago that suitable men should be released from other Government Departments for this work, but the men were not forthcoming.”

This system has not yet been instituted, whilst the stocktakers previously engaged have worked only intermittently and have checked only a comparatively few lines. These, too, were not properly representative, for of the 300 lines checked 118 were in respect of the comparatively unimportant item, "flags." By far the greater number of lines have not been checked since before the war.

At a recent inspection of a bulk store forming a branch of the main ordnance depot, Trentham, where the accounting should have been relatively simple, a number of discrepancies were found. Investigation of the discrepancies has revealed two instances of failure to charge out material despatched to a manufacturer for making into garments. The value of the material exceeded £500.

Whilst carrying out an inspection at another depot the Inspector drew attention to the exceptionally poor quality of sole leather being supplied by merchants. The matter was reported to the Minister of Defence and suitable refunds were made by the merchants concerned.

Area Clothing, Camp and Unit Stores.—Much adverse comment in past reports related to clothing store accounts. By improving store organization and instituting internal check systems these accounts have been brought to a satisfactory state.

Improvement has also been shown in camp and unit stores, but the improvement has not extended to all. As most accounting officers were able to produce satisfactory accounts, and no reasonable explanation was forthcoming from those who did not do so, the failure of these latter would appear to be inexcusable.

In an endeavour to improve matters the Army Department has organized courses of instruction in Quartermasters' duties, and has also taken disciplinary action against a number of accounting officers whose work showed they had been guilty of negligence.

Mechanical Transport Stores.—The unsatisfactory position of transport stores accounts mentioned in my last report has been largely remedied in the case of bulk stores, and, with one exception, reports of recent date show that satisfactory accounting is in force. In the case of the exception referred to, the clerical work was found to be of a very poor standard, and apparently no effort had been made to agree ledger balances and stocks on hand.

A report of very recent date on a motor workshops shows the accounts to be in an unsatisfactory state. Ledger cards have mostly ceased to show the correct stocks on hand, and now have little or no value as records. This position extends to tires, both new and recapped, and it seems little to expect that records and actual stock of such an item should be in agreement, whatever allowance should be made in respect of lines comprising small and very numerous items.

Petrol accounts, which cover the stage from purchase to issue to vehicles, were examined in the case of two of the three military districts and were found to be in order. As to the use of the petrol after issue, Army instructions call for comparison of mileages, as recorded on the speedometer of the relative vehicle, with the quantity of petrol consumed, but in one of the two military districts for which records were examined it was found that the comparison had not been made, and in consequence there had been no check on petrol consumed by individual vehicles or on vehicle performances.

The Army no longer requires the driver of a vehicle to record on a daily running-sheet the mileage run on each trip or the duty on which he is engaged, but issues him a running instruction signed by a responsible officer authorizing the vehicle to proceed from its headquarters to a named destination. Apart from the supervision of responsible officers, the safeguard against illegal use of vehicles lies in the activities of the Provost Corps, whose duty it is to stop vehicles and satisfy itself that drivers have the requisite running authority. The Audit Office agrees that this control, properly carried out, should be reasonably satisfactory, and if the criticism which is from time to time directed against what appears unnecessary running of Army vehicles is indeed justified, it means that an officer in authority has failed in his duty.

Home Guard Stores.—Army Stores Inspectors have spent much time in giving instructions to Home Guard accounting officers appointed during the latter part of last year. Prior to the appointment of these officers stores accounts had not been well kept, and there have been many "write-off" applications in order to adjust ledger balances to actual stocks. The principal item not satisfactorily accounted for was boots.

Contrary to regulations, a Home Guard Group authorized the payment of car and truck allowance to trainees using their own vehicles to attend parades. Claims aggregating £551 were received, and two, amounting to £98, were paid by the Group before attention was drawn to the wrongful payment. The matter is still under inquiry.

(n) Air Force Stores

The staff position of the Audit Department has allowed of only a minimum of attention being given to Air Department stores, but during the year the Air Department set up its own Inspectorate, and the reports of the Chief Inspector of Equipment have been made available to the Audit Office. These reports have mostly been couched in condemnatory terms, and reveal that at the majority of stations and depots stores accounting work has been badly done. To adjust the existing position, stations were in many cases instructed to make complete stocktakings, and it is probable that the amount required to be written off charge as deficiencies in stock will reach a large sum.

The reports of inspections of the two main stores depots disclosed that the ledger cards were in a state of muddlement. Many accounts show more stock issued than is recorded as having been received, and there have been many instances in which this result was shown when large quantities of the relative line were actually in store. The Department made a request to Treasury and Audit to have all past records wiped out and a fresh start made with opening balances of actual stocks on hand, and in view of the position into which the accounts had drifted Treasury and Audit had no option but to grant the request. As it is not practicable to ascertain the actual deficiencies, the Air Department is unable to apply for formal writing off in terms of section 3 (3), Public Revenues Act, 1926.

Air Department and other stores are sometimes euphemistically classed as "attractive" and "non-attractive." Blankets and clothing, for instance, are "attractive," whilst a propeller for an aircraft would presumably be "non-attractive." There is therefore some satisfaction in noting that the discrepancies between recorded and actual stocks applied impartially to "attractive" and "non-attractive" items, from which it may be reasonable to deduce that it is as likely that the records are at fault as that there has been any theft or misuse of the relative stores.

It is satisfactory to be able to record that at several stations re-visited by the Chief Inspector, his previous pointed criticisms have been found to have had salutary effect, and that an improvement in the keeping of stores accounts has been manifested. Only continued firm action, however, will maintain a good position, and in this connection it is a matter for regret that a highly qualified accountant officer who had a share in drawing attention to stores control shortcomings has been allowed to resign his commission.

(o) Navy Stores

A satisfactory examination of the accounts at the Naval Base could not be undertaken, as ledger postings were in arrears—a position which has obtained over the past two years. The shortage of staff, which was the reason for the unsatisfactory state of the accounts, still exists. It is to be feared that, even if the stock accounts are now brought up to date, the lapse of time since a previous balance will preclude any satisfactory investigation into differences disclosed between recorded stocks and those actually on hand.

(p) General Remarks on Control of Army, Air, and Navy Stores

Much money and a great deal of time and energy have been expended in keeping stores records which, in the state reported, have little value. They do not provide satisfactory safeguard against misappropriation, and are of little assistance to the Services in providing information regarding stocks available for use, or in estimating future requirements. Reference has been made to accounts which record issues in excess of receipts, and when such a record is allowed to stand without prompt investigation and adjustment by the officers immediately responsible it becomes an absurdity, and indicates a want of earnestness and determination on the part of such officers to have matters put right.

(q) Army Rations

It is to be remarked that foodstuffs are distinct from the stores commented on in the foregoing, and that from the system of accounting in force Audit is able to ensure that supplies of foodstuffs purchased to provide rations are received into store and later issued to cookhouses in accordance with the ration scale. From that point control consists of personal check and supervision by Army Officers in the camps.

MINISTRY OF SUPPLY STORES

The Munitions Branch of the Ministry of Supply has found it necessary to purchase large quantities of materials in bulk, mainly from overseas, to enable contractors to produce munitions on order. When an Audit officer recently visited the store for the purpose of making an examination of the stores records it was found that storage space was seriously overtaxed and that certain materials for which space under cover could not be found were running a risk of deterioration through exposure to the weather. The examination of the stores records has not yet been completed.

The Textile and Radio Sections of the Ministry were also visited, but a satisfactory examination of the stores accounting records could not be made as the work was in arrears. The Audit Office is assured that strenuous efforts are being made to bring the work up to date, and the Department hopes to have records ready for audit in the course of a few weeks.

COMMERCIAL FIRMS AS AGENT FOR GOVERNMENT STORES

An innovation during the year was the appointment of commercial firms as the Government's agent for the receipt, custody, and distribution of certain stores. It was anticipated that the firms, having had long experience of the particular class of stores to be handled, would be able to provide better service than Departments without such special experience, but in two cases which have come under Audit review the arrangement appears to have been unduly costly.

MONEY OR STORES WRITTEN OFF

Section 3 (3), Public Revenues Act, 1926

The above section provides that no moneys or stores may be finally written off and discharged from Public Account without the authority of Parliament, and the Treasury Regulations require that before presentation of relative items to Parliament the concurrence of the Audit Office and the Treasury shall have been obtained.

A statement of moneys and stores in respect of which Audit concurrence to writing off has been given since last report is shown as to the more important items in the Appendix hereto, page xxii.

STAFF POSITION

The calls of the Armed Forces on the staff of the Audit Department have been very heavy in comparison with the total number of its officers, and the position has now been reached at which it is my duty to report that the Audit Office is no longer able to perform satisfactorily the whole of its statutory duties. It will of course be understood that apart from the particular matters mentioned in this report, a mass of routine work in connection with auditing the public revenue and expenditure falls to be done by the Audit Office, and can be given attention only according to the staff available to the Department.

ROLL OF HONOUR

It is with deep regret that I record the death on active service of the undermentioned Audit officers:—

Ryan, Flying Officer P. H.	..	Killed on air operations, October, 1942.
Cook, Warrant Officer A. R.	..	Killed on air operations, May, 1943.

CONCLUSION

Harmonious relations have existed throughout the year between the Audit Department and other Departments of the Public Service, and the staff of the Audit Department has again rendered loyal and efficient service. The Law Officers of the Crown have, as in the past, been most helpful with advice on difficult legal questions.

CYRIL G. COLLINS,
Controller and Auditor-General.

Audit Office, Wellington, 29th July, 1943.

APPENDIX

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

Department and Particulars.	Reason for writing off.	Value of Stores.	Cash.
<i>Agriculture.</i>			
Value of live-stock	Died and missing	£ s. d. 122 16 2	£ s. d.
<i>Education</i>			
Value of stores	Lost, broken, &c.	158 15 5	.. .. .
<i>Health</i>			
Value of stores	Lost, broken, &c.	884 10 6	.. .. .
Value of stores	Loss on sale	118 12 4	.. .. .
Maintenance and treatment	Debtors unfinancial and untraceable..	.. .. .	188 19 5
<i>Housing</i>			
Rents	Debtors unfinancial .. .. .	.. .. .	3,427 1 4
<i>Industries and Commerce, Tourist and Publicity (including Linen Flax Section)</i>			
Value of stores	Lost, broken, &c.	334 8 0	.. .. .
Value of stores	Destroyed by fire	316 17 0	.. .. .
<i>Internal Affairs</i>			
Value of stores	Loss on sale	152 10 0	.. .. .
Value of stores	Destroyed by fire	119 2 7	.. .. .
<i>Justice and Prisons</i>			
Value of live-stock	Died and missing	2,020 6 11	.. .. .
Value of stores	Lost, broken, &c.	297 12 10	.. .. .
Value of stores	Destroyed by fire	245 17 4	.. .. .
<i>Labour</i>			
Fares and passage-money advanced to workmen	Debtors unfinancial and untraceable ..	.. .. .	140 4 7
Repairs to motor-vehicles damaged in accidents	Nugatory expenditure .. .. .	.. .. .	113 6 2
<i>Land and Income Tax</i>			
Income-tax	Debtors unfinancial and untraceable ..	.. .. .	7,561 12 8
<i>Lands and Survey</i>			
Value of live-stock	Died and missing	13,705 7 3	.. .. .
Value of stores	Lost, broken, &c.	340 6 2	.. .. .
Advances, land-development	Debtors unfinancial .. .. .	.. .. .	2,319 18 0
Advances, small farms	Debtors unfinancial .. .. .	.. .. .	3,593 14 1
Interest, small farms	Debtors unfinancial .. .. .	.. .. .	481 13 1
Rents	Debtors unfinancial .. .. .	.. .. .	4,734 16 11
Rents, small farms	Debtors unfinancial .. .. .	.. .. .	194 5 2
Repairs to motor-vehicles damaged in accidents	Nugatory expenditure .. .. .	.. .. .	267 9 10
<i>Mental Hospitals</i>			
Value of live-stock	Died and missing	626 16 3	.. .. .
Value of stores	Lost, broken, &c.	785 8 11	.. .. .
<i>Mines</i>			
Value of stores	Lost, broken, &c.	4,899 14 10	.. .. .
Advances to mining companies	Irrecoverable .. .. .	.. .. .	9,423 14 9
<i>National Commercial Broadcasting</i>			
Value of stores	Lost, broken, &c.	319 4 8	.. .. .
<i>National Service</i>			
Value of stores	Lost, broken, &c.	271 13 7	.. .. .
<i>Native</i>			
Value of live-stock	Died and missing	44,848 0 9	.. .. .
Value of stores	Lost, broken, &c.	1,136 4 11	.. .. .
Advances, Native land settlement	Part-payment accepted in full satisfaction	.. .. .	4,483 14 3
Issues erroneously made to non-units	Irrecoverable .. .. .	.. .. .	916 8 3
Sale of timber.. .. .	Debtor deceased .. .. .	.. .. .	298 14 3
<i>Native Trust</i>			
Advances on mortgage	Loss on realization .. .. .	.. .. .	147 5 6
<i>Post and Telegraph</i>			
Value of stores	Lost, broken, &c.	440 8 8	.. .. .
Value of stores	Stolen	371 0 5	.. .. .
Value of stores	Destroyed by fire	519 12 10	.. .. .
Repairs to motor-vehicles damaged in accidents	Nugatory expenditure .. .. .	.. .. .	887 10 2
Toll accounts and telephone services	Debtors unfinancial .. .. .	.. .. .	337 18 10
<i>Marketing</i>			
Value of stores	Revaluation of assets	3,246 1 0	.. .. .
Sale of produce	Debtors unfinancial .. .. .	.. .. .	176 15 11
<i>Printing and Stationery</i>			
Value of stores	Lost, broken, &c.	845 4 1	.. .. .

ABRIDGED 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>Public Trust</i>			
Advances on mortgage	Loss on realization .. .. .	.. .. .	37,278 18 5
<i>Public Works</i>			
Value of stores	Lost, broken, &c.	2,621 6 10	..
Value of stores	Stolen	335 14 3	..
Value of stores	Loss on sale	296 12 8	..
Value of stores	Destroyed by fire	241 6 0	..
Repairs to motor-vehicles damaged in accidents	Nugatory expenditure .. .. .	..	280 17 10
Water rates	Remitted .. .. .	..	1,551 10 8
<i>Railways</i>			
Value of stores	Lost, broken, &c.	7,259 7 11	..
Value of stores	Stolen	184 5 6	..
Value of stores	Destroyed by fire	614 8 7	..
Rent	Debtors unfinancial .. .. .	..	477 0 0
<i>Scientific and Industrial Research</i>			
Value of stores	Lost, broken, &c.	248 12 3	..
<i>Social Security</i>			
Benefits, pensions, and allowances overpaid	Debtors unfinancial .. .. .	..	1,419 18 10
<i>Stamp Duties</i>			
License duty	Claims abandoned .. .. .	..	3,814 8 9
<i>State Forest Service</i>			
Value of stores	Lost, broken, &c.	407 18 7	..
<i>Treasury</i>			
Advances, employment promotion	Part-payment accepted in full satisfaction	..	4,000 0 0
Advances, general purposes relief	Debtors unfinancial .. .. .	..	1,251 4 1
Advances, Hawke's Bay earthquake	Debtors unfinancial .. .. .	..	148 15 0
Advances, repatriation	Debtors unfinancial .. .. .	..	1,737 11 1
Advances, State Advances	Debtors unfinancial .. .. .	..	1,710 5 5
<i>War Expenses</i>			
<i>Air—</i>			
Value of stores	Lost, broken, &c.	20,451 5 8	..
Value of stores	Stolen	113 19 9	..
Value of stores	Deficient	16,472 3 8	..
Value of stores	Destroyed by fire	1,547 17 4	..
<i>Army—</i>			
Value of stores	Lost, broken &c.	19,230 11 1	..
Value of stores	Stolen	895 17 6	..
Value of stores	Deficient	23,050 18 11	..
Value of stores	Destroyed by fire	7,099 5 6	..
Value of stores	Gratuitous issues	152 8 9	..
Allowances and allotments overpaid	Irrecoverable .. .. .	..	1,195 1 6
Cash and vouchers lost	Irrecoverable .. .. .	..	346 6 5
Kit deficiencies	Irrecoverable .. .. .	..	177 17 11
<i>Navy—</i>			
Value of stores	Loss on issue	1,788 16 9	..
Value of stores	Lost, broken, &c.	957 10 11	..
Value of stores	Deficient	723 6 3	..

PUBLIC ACCOUNTS, 1942-1943

STATEMENT of the REVENUE of the CONSOLIDATED FUND (ORDINARY REVENUE ACCOUNT) for the FINANCIAL YEAR ended 31st MARCH, 1943

TAXATION :—	Year Ended 31st March, 1943.			
	£	s.	d.	£ s. d.
CUSTOMS .. .. .	..	..	..	7,037,780 13 3
BEER DUTY .. .. .	..	..	..	1,793,540 13 1
SALES TAX .. .. .	..	..	..	3,600,825 17 0
FILM-HIRE TAX .. .. .	..	..	..	107,796 12 0
HIGHWAYS.. .. .	..	..	..	1,706,303 15 11*†
STAMP DUTIES,—				
Adhesive Stamps	156,624	6	3	
Duty on Instruments	371,188	4	10	
Fines and Penalties	810	19	3	
Impressed Stamps	215,900	6	7	
Licenses to Companies	93,800	5	4	
Shareholders' Licenses	1,282	15	6	
Duties payable by Racing Clubs	724,616	1	9	
Amusements-tax	107,432	19	8	
Lottery Duty	24,255	14	9	
Overseas Passenger Duty	8,369	6	4	
Miscellaneous	2,677	7	7	
Receipts under Section 4, Mortgagees' Indemnity (Workers' Charges) Act, 1927	1,321	2	0	
LAND-TAX .. .. .	..	..	..	1,708,279 9 10
INCOME-TAX .. .. .	..	..	..	975,824 12 6
MISCELLANEOUS .. .. .	..	..	..	19,146,604 14 1
TOTAL TAXATION .. .. .	..	..	..	118,908 14 2
Carried forward .. .. .	..	..	..	36,195,865 1 10
	..	..	..	36,195,865 1 10

* 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, amounted to £297,894 6s. 7d.

† £516,243 1s. 8d. of this amount consists of fees, fines, &c., which are not taxation.

PUBLIC ACCOUNTS, 1942-1943

STATEMENT of the REVENUE of the CONSOLIDATED FUND (ORDINARY REVENUE ACCOUNT) for the FINANCIAL YEAR ended 31st MARCH, 1943—*continued*

	Year Ended 31st March, 1943.			
	£	s.	d.	£ s. d.
Brought forward				36,195,865 1 10
INTEREST:—				
ON CAPITAL LIABILITY, WORKING RAILWAYS (interest at £4 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)—				
	£	s.	d.	
Year 1941-42	62,303	12	11	
Year 1942-43	2,622,712	18	7	
	2,685,016	11	6	
Less amount due and unpaid	122,712	18	7	
				2,562,303 12 11
ON CAPITAL LIABILITY, POSTAL AND TELEGRAPH (interest as determined under section 95 of the Post and Telegraph Act, 1928, at £4 per cent. on the amount of the capital liability as at 1st April, 1942, together with interest at the rate of £2 per cent. on the net amount transferred from the National Development Loans Account during the financial year)—				
	£	s.	d.	
Year 1941-42 (balance)	9,702	0	0	
Year 1942-43 (on account)	682,935	0	0	
				692,637 0 0
ON THE PUBLIC DEBT REDEMPTION FUND (details on separate statement) ..				392,203 6 7
ON OTHER PUBLIC MONEYS (details on separate statement)				486,133 1 0
TOTAL, INTEREST				4,133,277 0 6
OTHER RECEIPTS:—				
REGISTRATION AND OTHER FEES,—				
Air Navigation Act, 1931	76	13	4	
Animals Protection and Game Act, 1921-22	3	0	0	
Animals Protection and Game Act, 1921-22 (Part III)	7,855	19	0	
Apprentices Act, 1923	18	10	0	
Arms Act, 1920	1,272	9	0	
Births, Deaths, and Marriages	26,709	5	4	
British Nationality and Status of Aliens (in New Zealand) Act, 1928 ..	12	17	6	
By-laws Act, 1910	12	12	0	
Cemeteries Act, 1908	20	19	6	
Cinematograph Films Act, 1928	2,777	2	3	
Coal-mines Act, 1925	156	1	0	
Crown Grant Fees	Dr.	1	0	0
Customs Act, 1913	13,487	18	8	
Dairy Industry Act, 1908	2,171	16	6	
Dentists Act, 1936	621	17	6	
Distillation Act, 1908	130	0	0	
Education Act, 1914	1	1	0	
Electrical Wiremen's Registration Act, 1925	845	4	6	
Engineers Registration Act, 1924	9	18	0	
Explosive and Dangerous Goods Act, 1908	6,351	9	0	
Factories Act, 1921-22	4,404	13	6	
Fertilizers Act, 1927	337	9	0	
Finance Act, 1915 (Part III), (Beer Duty)	1,511	0	0	
Fisheries Act, 1908	1,670	5	5	
Friendly Societies Act, 1909	0	10	0	
Health Act, 1920	8	15	0	
Hospitals and Charitable Institutions Act, 1926	700	7	9	
Industrial Conciliation and Arbitration Act, 1925	169	18	0	
Industrial Efficiency Act, 1936	132	0	9	
Inspection of Machinery Act, 1928	22,094	3	2	
Land Agents Act, 1921-22	5,659	2	0	
Licensing Act, 1908	44	0	0	
Life Insurance Act, 1908	0	5	0	
Margarine Act, 1908	3	0	0	
Masseurs Registration Act, 1920	297	5	3	
Meat Act, 1939	61,795	18	10	
Carried forward	161,362	7	9	
Carried forward				40,329,142 2 4

PUBLIC ACCOUNTS, 1942-1943

STATEMENT of the REVENUE of the CONSOLIDATED FUND (ORDINARY REVENUE ACCOUNT) for the FINANCIAL YEAR ended 31st MARCH, 1943—*continued*

	Year ended 31st March, 1943.			
	£	s.	d.	£ s. d.
Brought forward				40,329,142 2 4
OTHER RECEIPTS—<i>continued.</i>				
Brought forward	161,362	7	9	
REGISTRATION AND OTHER FEES—<i>continued.</i>				
Medical Practitioners Act, 1914	406	3	0	
Mining Act, 1926	396	10	5	
Money-lenders Act, 1908	1,242	10	0	
Motor-vehicles Act, 1924	31	4	0	
Native Land Act, 1931	6	6	0	
Native Land Amendment and Native Land Claims Adjustment Act, 1926, Section 14 (Taupo Waters)—				
Fees, Licenses, and Camp-sites	2,227	15	3	
Fines and Penalties	8	11	0	
New Zealand Loans Act, 1932	185	17	0	
Nurses and Midwives Registration Act, 1925	10,784	17	6	
Opticians Act, 1928	138	12	6	
Orchard and Garden Diseases Act, 1928	6,124	17	10	
Patents, Designs, and Trade-marks Act, 1921-22	11,512	0	4	
Petroleum Act, 1937	9	18	0	
Plumbers Registration Act, 1912	500	15	10	
Poisons Act, 1934	255	10	4	
Public Safety Conservation Act, 1932	33	0	6	
Sales Tax Act, 1932-33	474	0	0	
Second-hand Dealers Act, 1908	357	0	0	
Servants' Registry Offices Act, 1908	10	5	0	
Stallions Act, 1938	36	14	6	
Stock Act, 1908	420	13	6	
Stock Remedies Act, 1934	8	1	6	
Stone-quarries Act, 1910	47	15	0	
Timber Export Act, 1908	1	0	0	
Timber-floating Act, 1908	2	10	0	
Tobacco Act, 1908	1,442	10	8	
Tramways Act, 1908	153	5	0	
Transport Licensing Act, 1931	41,681	3	2	
Valuation of Land Act, 1925	27,015	5	0	
Veterinary Surgeons Act, 1926	10	15	0	
Weights and Measures Act, 1925	7,329	14	11	
				274,217 10 6
TERRITORIAL REVENUE,—				
Rents, Royalties, and Miscellaneous Receipts from lands—				
Agricultural Department	<i>Dr.</i>	18	0 8	
Air Department	796	8	5	
Army Department	1,351	9	11	
Education Department	437	1	3	
Internal Affairs Department	23	6	8	
Justice and Prisons Department	476	13	4	
Lands and Survey Department—				
Crown Lands	348,269	7	2	
Hauraki Plains land	6,032	10	1	
Swamp Drainage lands	387	2	1	
Small-farms Scheme	3,871	12	6	
Miscellaneous Fees	1,196	14	7	
Marine Department	175	15	0	
Mental Hospitals Department	500	13	4	
Mines Department	14,224	12	2	
Police Department	106	19	0	
Public Works Department	507	4	8	
Scientific and Industrial Research Department	3	15	0	
State Forest Service Department	37,163	12	9	
				415,506 17 3
Carried forward				689,724 7 9
Carried forward				40,329,142 2 4

PUBLIC ACCOUNTS, 1942-1943

STATEMENT of the REVENUE of the CONSOLIDATED FUND (ORDINARY REVENUE ACCOUNT) for the FINANCIAL YEAR ended 31st MARCH, 1943—*continued*

	Year ended 31st March, 1943.			
	£	s.	d.	£ s. d.
Brought forward				40,329,142 2 4
OTHER RECEIPTS—<i>continued.</i>				
Brought forward				689,724 7 9
EXTERNAL AFFAIRS,—				
New Zealand Reparation Estates	87,942	16	0	
Export of Bananas from Samoa	41,010	15	1	
				128,953 11 1
JUSTICE,—				
Court Fees, Fines, and Bankruptcy Commission				113,080 8 0
MARINE,—				
Pilotage Rates and Harbour Fees		641	9 0	
Shipping and Seamen Act, 1908	66,888	19	0	
Rents of Foreshores, Royalties, &c.	2,256	9	9	
Sale of Oysters under Fisheries Act, 1908	8,786	4	0	
Rents from Toheroa Areas		341	16 8	
Westport Harbour	46,016	5	10	
				124,931 4 3
PROFITS OF TRADING INSTITUTIONS,—				
Public Trust Office—				
Half of profits credited in terms of section 24 (1) of the Finance Act, 1929—				
For year 1941-42	8,512	0	7	
Reserve Bank of New Zealand—				
Profits credited in terms of section 36 (c), Reserve Bank of New Zealand Act, 1933—				
For year 1941-42	350,241	19	9	
Native Trust Office—				
One-third of Profits credited in terms of section 49, Native Trustee Act, 1930—				
1940-41	2,001	5	10	
				360,755 6 2
NATIVE,—				
Fees collected in Stamps under the provisions of the Native Land Act, 1931				5,625 16 3
PRINTING AND STATIONERY,—				
General Receipts				314,346 19 6
STAMP DUTIES,—				
Land Registry and Deeds Register Office Fees				52,410 14 3
TOURIST AND HEALTH RESORTS,—				
Receipts in respect of Reserves under the Tourist and Health Resorts Control Act, 1908				101,461 6 9
MISCELLANEOUS (details on separate statement)				162,643 13 4
RECOVERIES ON ACCOUNT OF EXPENDITURE OF PREVIOUS YEARS (details on separate statement)				Dr.22,349 10 8
RECOVERIES ON ACCOUNT OF UNAUTHORIZED EXPENDITURE OF PREVIOUS YEARS (details on separate statement)				283 0 0
TOTAL, OTHER RECEIPTS				2,031,866 16 8
TOTAL REVENUE				42,361,008 19 0

PUBLIC ACCOUNTS, 1942-1943

STATEMENT of INTEREST on the PUBLIC DEBT REDEMPTION FUND for the FINANCIAL YEAR ended 31st MARCH, 1943

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	..	..	..	..	..	..	..	282,515	16	7
State Advances Office	..	..	..	..	..	..	..	109,687	10	0
								£392,203	6	7

STATEMENT of INTEREST on OTHER PUBLIC MONEYS for the FINANCIAL YEAR ended 31st MARCH, 1943

	£	s.	d.	£	s.	d.	£	s.	d.
INTEREST ON OTHER PUBLIC MONEYS:—									
On investments made in respect of the—									
Deposits Account	28,948	18	8			
Loans Redemption Account		27	10			8
Ordinary Revenue Account	30,587	2	2			
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	43,750	0	0			
Final dividend on 1,375,000 £1 preference B shares for year ended 31st March, 1942	29,687	10	0			
Interim dividend on 1,375,000 £1 preference B shares for year ended 31st March, 1943	18,750	0	0			
Half-yearly dividend on 234,375 £1 C long-term mortgage shares to 31st March, 1942	6,152	6	10			
Half-yearly dividend on 234,375 £1 C long-term mortgage shares to 30th September, 1942	6,152	6	10			
				104,492	3	8			
Public Works Account	34,468	1	6			
Receiver-General's Deposit Account	1,338	8	9			
War Expenses Account	59	3	7			
							199,921	9	0
On £1,226,000 appropriated out of Public Works Account 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 amount due from the Public Works Account in terms of section 38 (3), Native Land Amendment Act, 1936, on account of Native Land Development (on account)									
On loan of £400,000 to the Rural Intermediate Credit Board, year ended 30th June, 1942				114,171	12	3
On loans to earthquake sufferers in terms of section 49, Hawke's Bay Earthquake Act, 1931									
On loans to earthquake sufferers—Pahiatua earthquake				220	10	0
On loans to local bodies under Local Bodies' Loans Act, 1908				8	8	2
On loans to Samoan Treasury in terms of section 33, Samoa Act, 1921									
On loan to Taieri River Trust in terms of section 3, Taieri River Improvement Amendment Act, 1939				46,592	14	4
On loans under section 26, Agriculture (Emergency Powers) Act, 1934				2,892	11	1
On miscellaneous advances—							2,550	0	0
For erection of hostels, &c.—New Plymouth High School	303	12	4			
For Native Land Settlement Account—Survey liens	805	2	3			
From Vote "Agriculture," to various agricultural associations	20	19	5			
To Cook Islands Fruit Account	331	16	3			
To discharged soldiers under Repatriation Act, 1918	60	9	2			
To Eastbourne Borough Council for drainage works	201	6	9			
To Egmont National Park Board	1	12	7			
To Gabriel's Gully Blue Spur Goldmining Co., Ltd.	24	0	0			
Carried forward	1,748	18	9	441,162	1	0

PUBLIC ACCOUNTS, 1942-1943

STATEMENT of INTEREST on OTHER PUBLIC MONEYS for the FINANCIAL YEAR ended 31st MARCH, 1943—*continued*

	£	s.	d.	£	s.	d.	£	s.	d.
Brought forward .. .. .	..	..	..	1,748	18	9	441,162	1	0
INTEREST ON OTHER PUBLIC MONEYS— <i>continued</i> .									
On miscellaneous advances— <i>continued</i> .									
To Hospital Boards—									
Auckland	1,526	12	11						
Bay of Plenty	23	5	9						
Kaipara	18	6	0						
Marlborough	34	10	4						
Otago	230	15	10						
Palmerston North	48	6	7						
Patea	19	19	9						
South Otago	26	19	2						
Taumarunui	17	10	8						
Tauranga	32	17	6						
Waikato	48	6	7						
Wairarapa	0	5	6						
Wairoa	23	16	8						
Wellington	225	15	1						
				2,277	8	4			
To Land Settlement Associations—									
Angland	324	14	9						
Blairstown	375	18	2						
Bruce	385	9	4						
Chastleton	234	7	1						
Clifton Grove	825	13	3						
Eiffelton	200	0	0						
Glencairn	289	16	1						
Gleniffer	109	8	10						
Hari Hari	182	6	9						
Kelman	94	9	6						
Lake Alice	137	17	11						
Matamau	592	6	5						
Melville Downs	235	2	6						
Nikau Grange	198	6	3						
Otaikarangi	59	18	2						
Otauri	298	0	1						
Owersby	497	9	1						
Quiltown	920	15	4						
Trentham	254	5	6						
Waitohi Downs	368	14	5						
Wentnor	181	17	8						
				6,766	17	1			
To Lower Clutha River Trust .. .. .	..	..	..	82	4	0			
To Maori Gold Mining Co., Ltd. .. .. .	..	..	..	97	19	0			
To Maori Land Boards, under section 340, Native Land Act, 1931 .. .. .	..	..	..	6	16	3			
To Mount Cook and Southern Lakes Tourist Co., Ltd. (lease of Hermitage, Mount Cook) .. .. .	..	..	..	Dr. 166	5	10			
To Opotiki Borough Council .. .. .	..	..	..	8	2	11			
To Point Elizabeth Coal Co., Ltd. .. .. .	..	..	..	29	3	8			
To Rotorua Golf Club .. .. .	..	..	..	149	8	7			
To Terrace Coal-mines .. .. .	..	..	..	12	3	4			
To Y.M.C.A.—									
For purchase of cinemas .. .. .	..	..	..	3	3	2			
For purchase of radio sets .. .. .	..	..	..	2	6	8			
To Westhaven Coal Co. .. .. .	..	..	..	5	341	19	7		
Under the Native Housing Act, 1935 .. .. .	..	..	..	987	4	8			
Under the Native Land Act, 1931, section 521 (2) .. .. .	..	..	..	..	..	..
Under the Native Land Amendment Act, 1936—									
Section 48 .. .. .	..	..	..	261	15	4			
Under the Small-farm Plan .. .. .	..	..	..	21,202	19	5			
Under the Village-homestead Settlement Scheme .. .. .	..	..	..	126	13	7			
							38,944	4	10
Miscellaneous interest on—									
Balance of Post-office Savings-bank Accounts used by Child Welfare Branch, Education Department .. .. .	..	..	..	2	11	9			
Debentures under the Hutt Road Act, 1915 .. .. .	..	..	..	2,400	0	0			
Deposits by High Commissioner .. .. .	..	..	..	24	19	8			
Mortgages due to Reparation Estates .. .. .	..	..	..	546	3	0			
Purchase-moneys in connection with sales of land and buildings—									
Education Department	58	9	5						
Department of Lands and Survey	102	18	6						
Public Works Department	185	2	1						
				346	10	0			
							3,320	4	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									
	..	..	..	..	..	..	2,706	10	9
							£486,133	1	0

PUBLIC ACCOUNTS, 1942-1943

STATEMENT of OTHER RECEIPTS, MISCELLANEOUS, for the FINANCIAL YEAR ended 31st MARCH, 1943

	£	s.	d.	£	s.	d.	£	s.	d.
TREASURY DEPARTMENT :—									
Conscience-money	367	15	0						
Exchange, commission, discount, &c.	1	2	9						
Unclaimed moneys—									
Under Public Revenues Act, 1926, section 30—									
Courts of Law Trust	154	19	10						
Forests Clerks' deposits	16	3	11						
Gaolers' deposits	0	10	9						
Goldfields deposits	6	2	0						
Labour deposits	254	16	3						
Land revenue deposits	0	19	0						
Maori Land Board Deposits	45	1	2						
Marine deposits	33	4	11						
Probation Officers' deposits	33	5	5						
Under Public Revenues Act, 1926, section 95—									
General estates	5,010	7	3						
Bankruptcy Act, 1908	279	3	6						
Rating Act, 1925	120	4	11						
Shipping and Seamen Act, 1908	6	16	6						
Unclaimed land balances	220	16	5						
Surplus cash—Not identified	3	11	5						
Transfers from Deposits Account—									
Miscellaneous, &c.	35	8	6						
Unclaimed earnings	405	11	0						
Unpresented cheques	461	3	11						
Dividends unclaimed for over 10 years—									
N.Z. Government stock	122	0	1						
Excess cash at Government offices	40	6	4						
Miners' rights and prospecting licenses, Sounds County	0	4	9						
Money forfeited under Finance Emergency Regulations 1940	29	17	0						
Money found by or handed to police officers, &c., not claimed	34	17	2						
Money found in Government institutions	0	1	9						
Money found on prisoner (confiscated)	25	0	2						
Unclaimed balances—Native Trustee	49	15	4						
Unclaimed moneys—Maori Land Boards	77	3	5						
Bank of England fractions of interest	144	19	7						
Cash seized in gunning raids	11	18	0						
Duty on scrap gold and jewellers' sweepings	1,540	13	11						
Forfeited deposits—									
Land revenue deposits	2	5	0						
Overseas Passengers Emergency Regulations 1939	475	0	0						
Receiver-Generals Deposit Account	10	0	0						
Repayment of liability to the Consolidated Fund—									
Finance Act, 1926, section 22 (Housing Account)	100	0	0						
Surplus funds, Waitangi Land Settlement Association	1,014	8	10						
							11,135	15	9
CUSTOMS DEPARTMENT :—									
Rents of buildings	74	15	0						
Sale of goods seized by Customs	271	5	5						
							346	0	5
LAND AND INCOME TAX DEPARTMENT :—									
Unclaimed moneys—									
Under Unclaimed Moneys Act, 1908, section 6, and Finance Act, 1932, section 30							9,167	6	10
STAMP DUTIES DEPARTMENT :—									
Amounts received under Companies Act, 1933, section 283							123	7	8
DEPARTMENT OF INTERNAL AFFAIRS :—									
Fees and fines, Rotorua Acclimatization District	92	17	3						
Fees for—									
Camp sites, licenses, &c.	35	18	0						
Slipway	4	4	0						
Storage of powder	1,377	10	10						
Passport fees	345	7	6						
Rents of buildings	362	9	8						
Sale of—									
Fishing and game licenses, Rotorua Acclimatization District	2,673	11	11						
Publications	58	15	3						
Waste paper	43	10	5						
							4,994	4	10
Carried forward							25,766	15	6

PUBLIC ACCOUNTS, 1942-1943

STATEMENT of OTHER RECEIPTS, MISCELLANEOUS, for the FINANCIAL YEAR ended 31st MARCH, 1943—*continued*

	£	s.	d.	£	s.	d.	£	s.	d.
Brought forward	25,766	15	6			
MARINE DEPARTMENT:—									
Rents of buildings	64	0	0			
DEPARTMENT OF LABOUR:—									
Sale of scales (confiscated)	6	0	0			
DEPARTMENT OF JUSTICE AND PRISONS:—									
King's Counsel fees	2	2	0			
Rents of buildings	514	17	7			
							516	19	7
POLICE DEPARTMENT:—									
Rents of buildings	1,206	11	8			
Sale of—									
Firearms (confiscated)	78	6	10			
Liquor (confiscated)	1,047	8	11			
							2,332	7	5
PUBLIC WORKS DEPARTMENT:—									
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.	384	15	7			
Contributions under sections 17 and 18, Waihou and Ohinemuri Rivers Improvement Act, 1910—									
Gold-mining companies	3,191	15	4			
Gold duty—									
Te Aroha Borough	0	10	3			
Ohinemuri County	368	19	2			
Piako County	1	15	10			
				371	5	3			
Consolidated Fund—									
For year 1941-42	1,554	14	0			
Payment for the privilege of draining into pipe-line, Ellerslie Police-station site	1	10	0			
Receipts from irrigation and water-supply schemes	26,099	19	4			
Rents of buildings	44,208	8	6			
Water-power license revenue	1,794	18	4			
							77,607	6	4
DEPARTMENT OF LANDS AND SURVEY:—									
Hauraki Plains Act, 1926—									
Rates	3,464	7	2			
Miscellaneous receipts	719	5	0			
Rangitaiki Land Drainage Act, 1910—									
Rates	21,863	2	0			
Miscellaneous receipts	4,210	18	10			
Scenery Preservation receipts	1,399	14	0			
Swamp Drainage Act, 1915—									
Rates	14,103	1	8			
Miscellaneous receipts	1,161	12	1			
							46,922	0	9
DEPARTMENT OF AGRICULTURE:—									
Rents of buildings	1,922	9	8
DEPARTMENT OF INDUSTRIES AND COMMERCE, TOURIST AND PUBLICITY:—									
Rents of buildings	352	5	10
DEPARTMENT OF SCIENTIFIC AND INDUSTRIAL RESEARCH:—									
Fees for analyses	178	19	3			
Rents of buildings	122	0	0			
							300	19	3
MINES DEPARTMENT:—									
Commission on coal and goldfields revenue collected	1,145	2	6			
Hire of drills, &c.	742	3	0			
Rents of buildings	6	15	0			
Sales under section 22, Mining Amendment Act, 1937	107	15	0			
							2,001	15	6
DEPARTMENT OF HEALTH:—									
Rents of buildings	549	18	1
MENTAL HOSPITALS DEPARTMENT:—									
Rents of buildings	144	14	1
EDUCATION DEPARTMENT:—									
Fees for teachers' certificates, licenses, &c.	544	7	2			
Rents of buildings	3,569	13	11			
Unclaimed earnings	42	0	3			
							4,156	1	4
							£162,643	13	4

PUBLIC ACCOUNTS, 1942-1943

STATEMENT of OTHER RECEIPTS, RECOVERIES on ACCOUNT of EXPENDITURE of PREVIOUS YEARS, for the FINANCIAL YEAR ended 31st MARCH, 1943

Ordinary Revenue Account

	£	s.	d.	£	s.	d.	£	s.	d.
LEGISLATIVE DEPARTMENT :—									
Sale of—									
Publications	104	4	10						
Surplus and obsolete stores	54	6	7						
				158	11	5			
TREASURY DEPARTMENT :—									
Repayment of loans to agricultural associations ..	135	13	4						
Sale of surplus and obsolete stores	63	16	3						
				199	9	7			
CUSTOMS DEPARTMENT :—									
Sale of surplus and obsolete stores				128	5	9			
LAND AND INCOME TAX DEPARTMENT :—									
Sale of surplus and obsolete stores									
STAMP DUTIES DEPARTMENT :—									
Sale of surplus and obsolete stores				27	16	0			
PUBLIC SERVICE COMMISSIONER'S OFFICE :—									
Sale of surplus and obsolete stores				150	0	0			
DEPARTMENT OF INTERNAL AFFAIRS :—									
Sale of surplus and obsolete stores				4	0	0			
DEPARTMENT OF EXTERNAL AFFAIRS :—									
Sale of surplus and obsolete stores				112	6	3			
MARINE DEPARTMENT :—									
Sale of surplus and obsolete stores				733	14	0			
DEPARTMENT OF LABOUR :—									
Recovery of passage moneys—									
Immigrant artisans	341	6	8						
Nominated immigrants	11	7	6						
Sale of surplus and obsolete stores	77	8	9						
				430	2	11			
NATIVE DEPARTMENT :—									
Sale of surplus and obsolete stores				165	2	11			
VALUATION DEPARTMENT :—									
Sale of surplus and obsolete stores				35	8	6			
ELECTORAL DEPARTMENT :—									
Sale of surplus and obsolete stores				1	0	0			
NATIONAL SERVICE DEPARTMENT :—									
Sale of surplus and obsolete stores				50	5	3			
DEPARTMENT OF JUSTICE AND PRISONS :—									
Sale of surplus and obsolete stores				327	7	11			
POLICE DEPARTMENT :—									
Sale of surplus and obsolete stores				2,615	1	2			
PUBLIC WORKS DEPARTMENT :—									
Recovery of value of stocks transferred to War Expenses Account							Dr.31,106	7	4
DEPARTMENT OF LANDS AND SURVEY :—									
Recovery of bad debt written off in previous years,									
Discharged Soldiers Settlement Account	0	10	0						
Repayment of loan—Egmont National Park Board ..	47	10	0						
Sale of surplus and obsolete stores	327	18	9						
				375	18	9			
Carried forward							Dr.25,591	16	11

PUBLIC ACCOUNTS, 1942-1943

STATEMENT of OTHER RECEIPTS, RECOVERIES on ACCOUNT of EXPENDITURE of PREVIOUS YEARS, for the FINANCIAL YEAR ended 31st MARCH, 1943—*continued*Ordinary Revenue Account—*continued*

	£	s.	d.	£	s.	d.	£	s.	d.	
Brought forward .. .. .	..	..	..	Dr.25,591	16	11			
DEPARTMENT OF AGRICULTURE :—										
Repayment of loans, Poroti Block		2	15	0						
Sale of surplus and obsolete stores	1,171	6	6							
				1,174	1	6				
DEPARTMENT OF INDUSTRIES AND COMMERCE, TOURIST AND PUBLICITY :—										
Instalments on account of advance to Rotorua Golf Club		274	17	10						
Sale of surplus and obsolete stores		439	6	10						
				714	4	8				
DEPARTMENT OF SCIENTIFIC AND INDUSTRIAL RESEARCH :—										
Sale of surplus and obsolete stores				110	1	6				
MINES DEPARTMENT :—										
Sale of surplus and obsolete stores				289	15	3				
TRANSPORT DEPARTMENT :—										
Sale of surplus and obsolete stores				59	0	6				
DEPARTMENT OF HEALTH :—										
Sale of surplus and obsolete stores				391	7	7				
MENTAL HOSPITALS DEPARTMENT :—										
Sale of surplus and obsolete stores				248	0	0				
EDUCATION DEPARTMENT :—										
Sale of surplus and obsolete stores				252	10	2				
NATIONAL PROVIDENT AND FRIENDLY SOCIETIES DEPARTMENT :—										
Sale of surplus and obsolete stores				3	5	1				
							Dr. 22,349	10	8	
UNAUTHORIZED EXPENDITURE OF PREVIOUS YEARS										
PUBLIC WORKS DEPARTMENT :—										
Purchase of Hollyford Canteen								283	0	0
							Dr. 22,066	10	8	

PUBLIC ACCOUNTS, 1942-1943

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, 1943

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, 1943.		
			£	s.	d.
Stock	1st March, 1944	4½	330,284	10	6
Stock	1st January, 1940-45	3½	286,471	10	0
Debentures	15th February, 1945	5	10,050	0	0
Stock	1st March, 1945	4½	341,140	16	8
Stock	15th March, 1945	4	10,490	16	0
Stock	1st April, 1945	3	289,799	8	0
Stock	30th June, 1945	3	14,361	15	7
Stock	15th July, 1945	3	64,347	1	3
Stock	1st January, 1946	5	644,305	10	2
Stock and Debentures	15th February, 1946	4	393,600	11	1
Stock	1st April, 1946	3	37,275	6	3
Stock	1st April, 1946	4	16,438	4	9
Stock	1st August, 1946	2½	83,344	5	9
Stock	15th September, 1947	2½	130,024	10	9
Stock	15th September, 1947	4	114,240	0	0
Debentures	15th September, 1947	5	60,667	10	0
Stock	1st November, 1947	4½	504,972	7	10
Stock	15th May, 1948	2½		3	6
Stock	15th September, 1948	3	194,845	15	9
Stock	30th November, 1948	4	199,760	19	5
Stock	1st January, 1949	4	420	0	0
Stock and Debentures	15th April, 1949	4	358,528	4	0
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	4	499,364	4	0
Stock	1st February, 1954	3½	215,971	18	2
Stock	1st August, 1951-54	3	205,211	12	11
Stock and Debentures	15th June, 1955	4	379,264	17	4
Stock	1st July, 1952-55	3	360,000	0	0
Stock	15th September, 1952-55	3	273,621	16	11
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	42,086	17	4
Stock and Debentures	15th January, 1957	3	1,407	0	0
Stock and Debentures	15th January, 1953-57	3½	319,059	12	8
Stock	15th January, 1957	3½	27,165	14	8
Stock	1st February, 1957	3	2,811	12	0
Stock	15th May, 1957	2½	35,425	0	0
Stock	15th May, 1957	3	173,092	0	10
Stock	15th May, 1957	3½	48,828	0	2
Stock	15th August, 1957	2½	172,545	19	5
Stock	15th August, 1957	3	141,431	11	9
Stock	15th August, 1957	4	84,890	8	0
Stock	15th February, 1958	2½	71,947	4	11
Stock	15th February, 1958	3½	25,198	2	0
Stock	1st March, 1958	4½	865,145	18	6
Stock	31st May, 1954-58	4	221,521	17	6
Stock	15th June, 1958	2½	35,425	0	0
Stock	15th June, 1958	3½	53,243	15	0
Stock	15th September, 1958	2½	59,141	0	11
Stock	15th September, 1958	3½	11,127	19	4
Stock	15th December, 1958	2½	71,050	0	0
Stock	15th December, 1958	3	757,078	11	7
Stock	15th January, 1959	3½	203,959	12	0
Stock	15th March, 1959	2½	47,699	7	0
Stock	15th March, 1959	3	13,459	17	3
Stock	15th March, 1959	3½	13,870	6	11
Stock	15th March, 1959	4	25,225	12	0
Stock	15th July, 1959	2½	43,383	3	4
Stock	15th July, 1959	3	36,993	1	8
Stock	15th July, 1959	3½	14,250	0	0
Carried forward .. .. .	.. .. .	..	10,147,489	16	2

PUBLIC ACCOUNTS, 1942-1943

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, 1943.		
			£	s.	d.
Brought forward .. .. .	.. .. .	..	10,147,489	16	2
Stock	15th October, 1959	3	51,091	1	6
Stock	15th November, 1959	3	127,366	1	0
Stock	22nd May, 1960	3½	9,273	5	0
Stock	15th September, 1960	3½	474,824	0	1
Stock	15th October, 1960	3½	180,590	8	2
Stock	1st February, 1963	4	435,385	2	2
Stock	1st November, 1956-71	5	250,000	0	0
Memorandum of Security .. .. .	.. .. .	3	187,650	0	7
Floating Debt— <i>i.e.</i> , Treasury Bills	Various .. .. .	..	657,400	9	10
Gross interest charged to Ordinary Revenue Account for year ended 31st March, 1943			12,521,070	4	6
<i>Less</i> amounts recovered			2,844,071	19	10
Net amount of interest charged to Ordinary Revenue Account for year ended 31st March, 1943			£9,676,998	4	8

Domicile of Gross Interest paid, 1942-43

(Nominal Amounts.)

	£	s.	d.
London	5,254,958	10	7
London (paid in New Zealand)	86,597	17	4
Australia	47,010	0	0
New Zealand	7,132,503	16	7
	£12,521,070	4	6

PUBLIC ACCOUNTS, 1942-1943

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, 1943

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) ..	12,521,070	4 6	2,844,071	19 10	9,676,998	4 8
AMORTIZATION OF DEBT						
Sinking Fund						
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)—						
	£	s. d.				
1941-42 (balance)	3,500	0 0				
1942-43	7,000	0 0				
	10,500	0 0			10,500	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, 1943, for redemption of loans—						
	£	s. d.				
1941-42 (balance)	1,929	7 6				
1942-43	3,858	15 0				
	5,788	2 6			5,788	2 6
Total, Sinking Fund	16,288	2 6			16,288	2 6
Repayment of the Public Debt Act, 1925						
REPAYMENT OF THE PUBLIC DEBT ACT, 1925 :—						
Section 11 (a),—						
Amount transferred to the Public Debt Repayment Account, being contribution for the year 1942-43 of ½ per cent. on the public debt within the meaning of the Act outstanding at 31st March, 1942 (½ per cent. on £309,132,695 12s. 2d.)						
	1,545,663	9 7			1,545,663	9 7
Amount transferred to the Public Debt Repayment Account, being contribution of ½ per cent. on £24,338,707 15s. 11d., debt redeemed under the Act to 31st March, 1942						
	121,693	10 9			121,693	10 9
Section 11 (b),—						
Amount transferred to the Public Debt Repayment Account, being contribution of 3½ per cent. on £24,338,707 15s. 11d., debt redeemed under the Act to 31st March, 1942						
	851,854	15 6			851,854	15 6
Amount transferred to the Public Debt Repayment Account, being contribution of 3½ per cent. on £2,609,945, debt redeemed under the Act during the year 1942-43 computed from the dates of redemption to 31st March, 1943						
	46,142	6 11			46,142	6 11
Total, Repayment of the Public Debt Act, 1925	2,565,354	2 9			2,565,354	2 9
Transfer to Loans Redemption Account						
PUBLIC REVENUES ACT, 1926, SECTION 135 (4) :—						
Transfer from Ordinary Revenue Account for redemption of loans—						
Ordinary Revenue Account—						
War Loan, 1914-18	200	0 0			200	0 0
Miscellaneous	200	0 0			200	0 0
Total, Transfer to Loans Redemption Account	400	0 0			400	0 0
ADMINISTRATION AND MANAGEMENT						
NEW ZEALAND LOANS ACT, 1932, SECTION 62 (3) :—						
Stamp duty on transfers of New Zealand Consolidated Stock						
	4,177	9 9			4,177	9 9
NEW ZEALAND LOANS ACT, 1932, SECTION 61 :—						
Charges and expenses of raising loans,—						
Fresh issues	72,284	4 3			72,284	4 3
Issues in renewal and conversion	68	12 6			68	12 6
Premiums paid in cash	8	15 0			8	15 0
	72,361	11 9			72,361	11 9
Carried forward	76,539	1 6			76,539	1 6
Carried forward	15,103,112	9 9	2,844,071	19 10	12,259,040	9 11

PUBLIC ACCOUNTS, 1942-1943

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	15,103,112	9 9	2,844,071	19 10	12,259,040	9 11
Brought forward	76,539	1 6	..	..	76,539	1 6
ADMINISTRATION AND MANAGEMENT—<i>continued</i>						
NEW ZEALAND LOANS ACT, 1932 :—						
Section 24 (1),—						
Amount paid Bank of England for year ended 30th April, 1942, for management of New Zealand loans—						
Consolidated Stock	37,439	2 5	..	..	..	..
Amount paid to the Reserve Bank of New Zealand for year ended 31st March, 1943, for management of New Zealand Government loans	23,377	19 4	..	..	..	..
<i>Less</i> amount recovered from—						
Main Highways Account .. .. .	..	..	477	4 7	60,339	17 2
Total, Administration and Management	137,356	3 3	477	4 7	136,878	18 8
PAYMENTS ON GUARANTEED LOANS						
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)—						
Hari Hari Land Settlement Association .. .. .	..	..	771	3 3	..	..
Lake Alice Land Settlement Association .. .. .	..	..	225	17 3	..	..
			997	0 6		
					Cr. 997	0 6
LOCAL BODIES' LOANS AMENDMENT ACT, 1908 :—						
Section 10,—						
Subsidies on instalments of sinking fund—						
Cambridge Borough Council, due to 30th April, 1942	27	1 1	..	..	..	..
Grey Lynn Borough Council due to 31st July, 1942 ..	299	11 9	..	..	..	..
Levin Borough Council, due to 19th June, 1942 ..	164	4 3	..	..	..	..
Port Chalmers Borough Council, due to 1st July, 1942	4	7 6	..	..	..	..
Taihape Borough Council, due to 1st February, 1943	148	7 5	..	..	..	..
	643	12 0	..	..	643	12 0
Total, Payments on Guaranteed Loans	643	12 0	997	0 6	Cr. 353	8 6
TOTAL, DEBT SERVICES	15,241,112	5 0	2,845,546	4 11	12,395,566	0 1

PUBLIC ACCOUNTS, 1942-1943

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, 1943

Other Services

Act.	Gross Amount charged to Ordinary Revenue Account.		Recoveries.		Net Amount charged to Ordinary Revenue Account.	
	£	s. d.	£	s. d.	£	s. d.
GRANTS AND SUBSIDIES						
Payment to Racing Clubs of Proportion of Totalizator Duty						
FINANCE ACT (No. 2), 1935, SECTION 17 :— Refunds to racing clubs of proportion of totalizator duty	38,182	16 3	..	..	38,182	16 3
Subsidies to Superannuation Funds						
FINANCE ACT (No. 2), 1942 :— Section 3,—						
Government Railways Superannuation Fund	90,440	0 0				
Teachers' Superannuation Fund	109,560	0 0				
	200,000	0 0	..	..	200,000	0 0
Miscellaneous Grants and Subsidies						
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	3,619	12 9	..	..	3,619	12 9
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 1941-42	1,554	14 0	..	..	1,554	14 0
Total, Miscellaneous Grants and Subsidies	5,174	6 9	..	..	5,174	6 9
TOTAL, GRANTS AND SUBSIDIES ..	243,357	3 0	..	..	243,357	3 0
SALARIES AND HONORARIA						
Legislative						
CIVIL LIST ACT, 1920 :— Part III, Section 16,— Speakers of both Houses and Chairmen of Committees	2,745	0 0				
Part III, Section 17,— Members of the Legislative Council ..	10,472	8 3				
Members of the House of Representatives	28,359	8 10				
Part IV, Section 22,— Officers of Legislative Council and House of Representatives	1,600	0 0				
	43,176	17 1	..	..	43,176	17 1
Carried forward	43,176	17 1	..	..	43,176	17 1
Carried forward	243,357	3 0	..	..	243,357	3 0

PUBLIC ACCOUNTS, 1942-1943

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	243,357	3 0	..	..	243,357	3 0
SALARIES AND HONORARIA—<i>continued</i>						
Brought forward	43,176	17 1	..	..	43,176	17 1
Justice						
JUDICATURE AMENDMENT ACT, 1920:—						
Section 3,—						
The Judges—						
The Chief Justice—						
Myers, Sir M., P.C., G.C.M.G., K.B., salary, 1 April, 1942, to 31 March, 1943	2,250	0 0				
The Puisne Judges—						
Ostler, H. H., salary, 1 April, 1942, to 2 February, 1943	1,678	11 5				
Smith, D. S., salary, 1 April, 1942, to 31 March, 1943	2,000	0 0				
Blair, A. W., salary, 1 April, 1942, to 31 March, 1943	2,000	0 0				
Kennedy, R., salary, 1 April, 1942, to 31 March, 1943	2,000	0 0				
Fair, A., salary, 1 April, 1942, to 31 March, 1943	2,000	0 0				
Callan, J. B., salary, 1 April, 1942, to 31 March, 1943	2,000	0 0				
Northeroft, E. H., salary, 1 April, 1942, to 31 March, 1943	2,000	0 0				
Johnston, H. F., salary, 1 April, 1942, to 31 March, 1943	2,000	0 0				
	17,928	11 5			17,928	11 5
Other Salaries						
INDUSTRIAL CONCILIATION AND ARBITRATION ACT, 1925:—						
Section 61,—						
Judge of the Arbitration Court—						
Tyndall, A., salary, 1 April, 1942, to 31 March, 1943	2,000	0 0				
INDUSTRIAL CONCILIATION AND ARBITRATION AMENDMENT ACT (No. 2), 1937, SECTION 2, AND INDUSTRIAL CONCILIATION AND ARBITRATION AMENDMENT ACT (No. 3), 1937, SECTION 2:—						
Judge of the Arbitration Court—						
Hunter, W. J., salary, 1 April, 1942, to 31 March, 1943	2,000	0 0				
PUBLIC REVENUES ACT, 1926:—						
Section 6,—						
Controller and Auditor-General—						
Collins, C. G., salary, 1 April, 1942, to 31 March, 1943	1,300	0 0				
PUBLIC SERVICE ACT, 1912, SECTION 8, AND APPROPRIATION ACT, 1925, SECTION 20 (1) (a):—						
Public Service Commissioner—						
Boyes, J. H., salary, 1 April, 1942, to 31 March, 1943	1,500	0 0				
FINANCE ACT, 1940:—						
Section II (1)—						
Members of War Cabinet—						
Hon. W. A. Bodkin, salary, 30 June, 1942, to 1 October, 1942	298	17 11				
Hon. W. J. Broadfoot, salary, 30 June, 1942, to 1 October, 1942	298	17 11				
Right Hon. J. G. Coates, salary, 1 April, 1942, to 31 March, 1943	1,170	0 0				
Hon. A. Hamilton, salary, 1 April, 1942, to 31 March, 1943	1,170	0 0				
Hon. S. G. Holland, salary, 30 June, 1942, to 1 October, 1942	298	17 11				
Hon. A. McLagan, salary, 30 June, 1942, to 31 March, 1943	880	15 0				
Hon. W. J. Polson, salary, 30 June, 1942, to 1 October, 1942	298	17 11				
	4,416	6 8				
	11,216	6 8	..	..	11,216	6 8
TOTAL, SALARIES AND HONORARIA	72,321	15 2	..	..	72,321	15 2
Carried forward	315,678	18 2	..	..	315,678	18 2

PUBLIC ACCOUNTS, 1942-1943

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	315,678	18 2	..	..	315,678	18 2
HIGHWAYS						
Transfers to Main Highways Account and payments to boroughs, &c.	1,717,540	0 10	..	..	1,717,540	0 10
TOTAL, HIGHWAYS	1,717,540	0 10	..	..	1,717,540	0 10
EXCHANGE						
FINANCE ACT, 1932 :— Section 55,— Exchange on remittances of public moneys to or from any country beyond New Zealand						
	7,202,702	18 11	4,949,784	1 0	2,252,918	17 11
TOTALS, EXCHANGE	7,202,702	18 11	4,949,784	1 0	2,252,918	17 11
ADVANCES						
<i>On Account of other Governments</i>						
FINANCE ACT, 1930 (No. 2) :— Section 7,— Advances made on behalf of other Governments—						
Canada	333	4 5	14,473	12 1	Cr. 14,140	7 8
Commonwealth	88,299	2 1	67,814	4 3	20,484	17 10
Federated Malay States	9	19 6	..	..	9	19 6
Fiji	30,145	9 11	30,219	11 3	Cr. 74	1 4
Imperial Government	254,961	11 4	264,694	16 7	Cr. 9,733	5 3
India .. .. .	..	..	258	16 4	Cr. 258	16 4
Tonga	3,196	10 0	..	..	3,196	10 0
Western Pacific	354	19 1	203	14 3	151	4 10
TOTAL, ADVANCES	377,300	16 4	377,664	14 9	Cr. 363	18 5
OTHER SPECIAL ACTS						
PENSIONS						
JUDICATURE ACT, 1908 :— Sections 12-14,— Superannuation allowances—						
Herdman, Sir A. L., 1 March, 1942, to 31 March, 1943	1,173	12 2	..	..	..	..
Ostler, Sir H. H., 2 February, 1943, to 31 March, 1943	190	19 5	..	..	..	..
Reed, Sir John, 1 March, 1942, to 31 March, 1943	993	1 1	..	..	..	..
Stringer, Sir T. W., 1 March, 1942, to 31 March, 1943	812	10 0	..	..	..	..
TOTAL, PENSIONS	3,170	2 8	..	..	3,170	2 8
Carried forward	3,170	2 8	..	..	3,170	2 8
Carried forward	9,613,222	14 3	5,327,448	15 9	4,285,773	18 6

PUBLIC ACCOUNTS, 1942-1943

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	9,613,222	14	3	5,327,448	15	9	4,285,773	18	6
OTHER SPECIAL ACTS—<i>continued</i>									
Brought forward	3,170	2	8	..			3,170	2	8
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	3,133	16	10	..			3,133	16	10
FINANCE ACT (No. 3), 1934 :—									
Section 8,—									
Interest on income-tax paid in advance	26,679	12	5	..			26,679	12	5
NATIVE PURPOSES ACT, 1931 :—									
Section 51,—									
Annual payment to Arawa District Trust Board for the benefit of the Arawa Tribe	6,000	0	0	..			6,000	0	0
Section 54,—									
Annual payment to Tuwharetoa Trust Board for benefit of Tuwharetoa 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	2,851	0		..			2,851	0	0
WAR EXPENSES ACT, 1939 :—									
Section 2 (4) (e),—									
Transfer to War Expenses Account	1,500,000	0	0	..			1,500,000	0	0
TOTAL, MISCELLANEOUS	1,541,664	9	3	..			1,541,664	9	3
TOTAL, OTHER SPECIAL ACTS	1,544,834	11	11	..			1,544,834	11	11
TOTAL, OTHER SERVICES	11,158,057	6	2	5,327,448	15	9	5,830,608	10	5

STATEMENT of BALANCES OUTSTANDING on 31st MARCH, 1943, in respect of PAYMENTS MADE from the CONSOLIDATED FUND on behalf of OTHER GOVERNMENTS

Name of Government.	Balance outstanding at 31st March, 1943.		
	£	s.	d.
Canada	484	10 6
Commonwealth of Australia	70,517	14 3
Federated Malay States	16	5 6
Fiji	142	6 11
Imperial Government—General Advances	294,764	13 4
India	1	1 0
Kenya	1	1 0
Tonga	3,534	11 7
Western Pacific	151	4 10
Total	£369,613	8 11

NOTE.—Details of transactions are shown on page 17.

STATEMENT of IMPRESTS of the CONSOLIDATED FUND (Ordinary Revenue Account) OUTSTANDING as at the 31st MARCH, 1942, showing the SERVICES for which they were issued

CONSOLIDATED FUND :—			
Ordinary Revenue Account,—			
Votes—		£	s. d.
Customs .. .. .	.. .. .	458	10 11
Internal Affairs .. .. .	.. .. .	25	0 0
External Affairs .. .. .	.. .. .	48,356	4 8
Marine .. .. .	.. .. .	2,907	3 11
Labour .. .. .	.. .. .	2,490	9 4
National Service .. .. .	.. .. .	3,792	5 2
Police .. .. .	.. .. .	135	17 8
Maintenance of Public Works and Services .. .. .	.. .. .	818	10 0
Lands and Survey .. .. .	.. .. .	698	5 5
Agriculture .. .. .	.. .. .	200	0 0
Industries and Commerce, Tourist and Publicity .. .. .	.. .. .	1,729	10 2
Scientific and Industrial Research .. .. .	.. .. .	1,682	7 4
Transport .. .. .	.. .. .	568	9 11
Health .. .. .	.. .. .	102	2 6
Mental Hospitals .. .. .	.. .. .	300	0 0
Education .. .. .	.. .. .	158	8 8
War and other Pensions .. .. .	.. .. .	45,038	17 9
General Imprest .. .. .	.. .. .	92,228	13 7
General Services .. .. .	.. .. .	396,703	8 11
		£598,394	5 11

PUBLIC ACCOUNTS, 1942-1943

SUMMARY of DEPOSITS ACCOUNT for the FINANCIAL YEAR ended 31st MARCH, 1943

Deposit Accounts.	Balances on 1st April, 1942.		Receipts.		Payments and Transfers.		Balances on 31st March, 1943.	
	£	s. d.	£	s. d.	£	s. d.	£	s. d.
Royal New Zealand Air Force	2,579	2 8	2,103	12 9	1,120	19 2	3,561	16 3
Auctioneers Act, 1928, section 8 .. ..	..	..	270	10 4	..	..	..	..
Canadian Pensions Account .. ..	..	..	6,296	18 4	6,012	17 1	284	1 3
Canteen Profits	3,648	18 4	34,214	11 2	34,657	13 2	3,205	16 4
Cook Islands Fruit Account	25,174	1 8	35,138	4 2	42,262	14 4	18,049	11 6
Deposits on Contracts .. ..	..	..	3,450	13 9	3,450	13 9	..	..
Education Reserves Act, 1928—								
Sales of Land under section 27—								
Primary Education Endowments	48,040	19 9	4,118	6 5	..	..	52,159	6 2
Secondary Education Endowments—								
Auckland Provincial District	6,318	18 7	..	..	..	..	6,318	18 7
Taranaki Provincial District	264	14 0	..	..	..	..	264	14 0
Hawke's Bay Provincial District	24	7 2	..	..	..	..	24	7 2
Otago Provincial District	346	0 0	..	..	..	..	346	0 0
Primary Education Endowment Deposit Account .. ..	..	..	109,877	2 5	48,597	4 11	61,279	17 6
Secondary Education Endowment Deposit Account—								
Auckland Provincial District	1,865	10 3	3,887	3 9	4,364	10 3	1,388	3 9
Taranaki Provincial District	675	14 3	1,243	8 10	1,382	12 7	536	10 6
Wellington Provincial District	1,944	11 6	3,213	11 0	3,551	7 0	1,606	15 6
Hawke's Bay Provincial District	1,196	12 10	1,802	13 10	2,155	15 11	843	10 9
Nelson Provincial District	420	6 9	496	13 1	671	16 2	245	3 8
Marlborough Provincial District	41	2 2	58	13 0	70	8 8	29	6 6
Otago Provincial District	1,046	7 2	1,726	8 2	1,877	9 3	895	6 1
General Assembly Library Fund .. ..	..	..	25	0 0	25	0 0	..	..
General Purposes Relief Account	24,682	6 0	202,983	15 11	2,707	8 8	224,958	13 3
Gold Duty Suspense Account	392	11 1	783	3 8	392	11 1	783	3 8
Greymouth and Hokitika High School Acts, 1883	169	6 7	271	3 9	305	12 4	134	18 0
Hides Emergency Regulations	267	4 10	113,340	1 8	101,392	14 0	12,214	12 6
Honey-export Control Act, 1924	0	19 4	14	10 0	15	9 4	..	..
Hospitals and Charitable Institutions Act, 1926	121	15 3	711	3 1	767	6 6	65	11 10
Hunter Soldiers' Assistance Trust Account	2,730	14 4	1,100	14 10	965	10 6	2,865	18 8
Immigration Restriction Act, 1908	3,590	0 0	65,210	2 6	400	0 0	68,400	2 6
Imperial Pensions	90,250	2 8	246,262	10 0	295,937	2 2	40,575	10 6
Interest on Cash Balance Investments Account .. ..	..	..	1,329	14 7	..	..	1,329	14 7
King George V Memorial Fund Deposit Account	114,273	5 11	5,837	12 2	3,504	17 4	116,606	0 9
Land Agents Act, 1921-22, section 7	1,005	5 0	..	..	500	0 0	505	5 0
Linen Flax Growers Insurance Fund .. ..	..	..	1,432	8 2	1	12 4	1,430	15 10
Local Bodies' Account—								
Goldfields revenue	2,660	9 3	14,585	15 7	12,813	5 6	4,432	19 4
Gold duty	456	7 1	4,500	4 5	3,440	10 8	1,516	0 10
Fees and fines	13,316	10 0	14,688	10 0	15,672	0 0	12,333	0 0
Endowment of land	2,879	18 9	1,918	18 10	1,719	1 7	3,079	16 0
Marine Insurance (War Risks) Fund	58,718	12 0	138,873	4 7	221	0 0	197,370	16 7
Meat Act, 1939	3,222	8 1	10,470	15 8	8,022	11 11	5,670	11 10
Mining Act, 1926	109	6 6	99	10 10	115	0 3	93	17 1
Miscellaneous	185,297	1 6	1,550,247	3 4	1,222,424	3 0	513,120	1 10
Money-order Settlement Account	37,189	11 6	87,712	8 10	104,731	2 5	20,170	17 11
Navy Office Deposit Account	6,163	16 6	26,493	18 9	25,142	8 7	7,515	6 8
Nelson Rifle Prize Fund	1,174	17 6	39	9 4	..	..	1,214	6 10
Nelson Rifle Prize Fund Investment	Dr. 1,000	0 0	..	..	..	..	Dr. 1,000	0 0
New Zealand Reparation Estates	155	18 0	310	18 0	..	..	466	16 0
New Zealand University Endowment—								
Westland	4,626	11 10	236	15 6	6	8 2	4,856	19 2
North Island Experimental Dairy School	11,896	12 5	706	8 0	763	16 5	11,839	4 0
Official Assignees' Balances	17,675	0 0	1,050	0 0	7,570	0 0	11,155	0 0
Orchard-tax Act, 1927	849	0 11	1,818	11 11	1,805	11 0	862	1 10
Payments through the High Commissioner	104,010	13 10	128,238	5 3	183,247	0 10	49,001	18 3
Promotion of Health Fund	1,002	8 3	12,553	7 4	12,281	2 1	1,274	13 6
Public Service Association Account	93	11 3	420	18 2	414	8 9	100	0 8
Receipts by the High Commissioner for Payment in New Zealand	7,049	17 4	78,700	7 5	68,306	13 6	17,443	11 3
Receiver-General's Deposit Account	188,550	0 0	..	..	..	..	188,550	0 0
Regimental Funds	21,935	3 5	81,460	7 6	85,493	3 4	17,902	7 7
Regimental Funds Government Grants Trust Account .. ..	..	..	63	15 2	..	..	63	15 2
Remittances from R.N.Z.A.F. Personnel .. ..	..	..	4,743	8 9	4,743	8 9	..	..
Remittances from Soldiers Overseas .. ..	..	..	102,096	14 4	101,699	19 4	396	15 0
Remittances to Immigrants	7	6 0	..	..	..	..	7	6 0
Remittances to R.N.Z.A.F. Personnel	11,932	18 8	33,754	7 6	21,087	19 5	24,599	6 9
Remittances to Soldiers	140,839	19 5	457,256	8 0	537,110	7 8	60,985	19 9
Reserve Bank Investment Account	1,203,325	0 0	..	..	..	..	1,203,325	0 0
Samoan Loan Sinking Fund Account .. ..	..	2 14 5	5,889	13 6	5,890	0 0	2	7 11
Samoan Notes Security Account	27,000	0 0	30,540	0 0	540	0 0	57,000	0 0
Samoan Treasury Account	48,672	1 7	150,440	10 7	91,015	18 1	108,096	14 1
Silver and Bronze Coin Account	1,258,813	18 3	187,000	8 11	65,767	19 1	1,380,046	8 1
State Advances Corporation Investment Account	890,418	9 0	..	..	..	..	890,418	9 0
Taranaki Scholarship Endowment Account	446	1 8	902	7 6	945	2 3	403	6 11
Tauranga Educational Endowment Reserves Act, 1896 .. ..	..	..	273	17 3	273	17 3	..	..
Tobacco Research Association Account	659	5 7	884	14 0	170	0 0	1,373	19 7
Trustee Act, 1908	8,549	18 10	..	..	..	..	8,549	18 10
Unclaimed Earnings	1,039	4 11	2,639	6 9	1,618	18 9	2,059	12 11
Unrepresented Cheques	1,054	9 11	3,814	8 9	1,425	6 6	3,443	12 2
Victoria College Endowments Deposit Account .. ..	..	9 10 0	20	0 0	20	0 0	..	9 10 0
Wheat Research Levies .. ..	..	..	2,962	2 3	2,960	4 4	1	17 11
Wool Industry Promotion Act, 1936	2,989	11 11	21,865	18 3	23,104	14 10	1,750	15 4
Wool Manufacturers' Research Account	419	5 4	1,226	12 5	1,096	12 6	549	5 3
TOTALS	4,595,284	9 6	4,008,701	4 6	3,171,021	13 7	5,432,964	0 5

PUBLIC ACCOUNTS, 1942-1943

STATEMENT of RECEIPTS and DISBURSEMENTS under the Trustee Act, 1908, to the 31st MARCH, 1943, 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		BALANCE at CREDIT	
1942	1943.	1942	1943.	1942	1943.
£ s. d.	£ s. d.	£ s. d.	£ s. d.	£ s. d.	£ s. d.
Balance on 1st April, 1942	8,549 18 10	..	Balances on 31st March, 1943—	93 10 0	..
..	Estate of Susan Smallwood	414 3 3	..
..	J. Matheson and H. Gracie	43 3 10	..
..	Mary McKay..	45 1 5	..
..	William Tattley	287 11 1	..
..	Barthia Wilkie	22 4 7	..
..	Robert Miller	23 0 0	..
..	Paora 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 Hannan	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 10	..
..	Eliza Birrell	293 3 7	..
..	Joseph Newzil	23 1 6	..
..	Margaret Pilling	144 2 8	..
..	John Gray	47 16 4	..
..	Julia Sarah Major	2 6 0	..
..	Harold Oliver Pine	26 3 6	..
..	Harriet Elizabeth Shakespear	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	..
..	Ingleswood Oil-boring and Prospecting Co., Ltd.	38 2 4	..
..	Southland Woollen Mills, Ltd. (in liquidation)	417 9 11	..
..	William Baker Fisher Bush Nursing Fund Trust	..	..
Total	8,549 18 10	..	Total	8,549 18 10	..
				£8,549 18 10	

PUBLIC ACCOUNTS, 1942-1943

PUBLIC WORKS ACCOUNT

STATEMENT of RECOVERIES on ACCOUNT of EXPENDITURE of PREVIOUS YEARS,
for the FINANCIAL YEAR ended 31st MARCH, 1943

	£	s.	d.	£	s.	d.	£	s.	d.
EDUCATION DEPARTMENT :—									
Refund of amounts overclaimed on school buildings	1,786	14	6						
Sale of land and buildings	2,175	4	10						
				3,961	19	4			
JUSTICE AND PRISONS DEPARTMENT :—									
Sale of surplus and obsolete stores									
DEPARTMENT OF LABOUR :—									
Recovery of immigration passage-money				42	7	11			
DEPARTMENT OF LANDS AND SURVEY :—									
Recovery of—									
Hauraki Plains Settlement expenditure	2	3	8						
Native Land Settlement expenditure : Survey liens	87	13	7						
Repayment of—									
Part of capital cost of drainage works	9	4	1						
Sale of—									
Land and buildings	28	19	8						
Surplus and obsolete stores	100	0	0						
				228	1	0			
MENTAL HOSPITALS DEPARTMENT :—									
Sale of surplus and obsolete stores				303	0	0			
NATIVE DEPARTMENT :—									
Repayment of advances—									
To Native Trustee, under section 521, Native Land Act, 1931	629	7	0						
Under section 48, Native Land Amendment Act, 1936	35	11	0						
Sale of surplus and obsolete stores	27	17	10						
				692	15	10			
POLICE DEPARTMENT :—									
Sale of land and buildings				90	0	0			
PUBLIC WORKS DEPARTMENT :—									
Instalments on loans to—									
Eastbourne Borough Council	167	15	7						
Kaipara River Board	94	10	0						
Otanomomo - Lower Clutha River Board	60	14	2						
Inter-Wanganui River Trust	5	0	0						
Refund of—									
Overpayment of subsidies to local bodies	338	0	0						
Sale of—									
Land and buildings	6,409	2	6						
Surplus and obsolete stores	517	19	6						
				7,593	1	9			
							12,911	5	10
UNAUTHORIZED EXPENDITURE OF PREVIOUS YEARS									
PUBLIC WORKS DEPARTMENT :—									
Balance of superannuation contributions of G. E. Whitmore applied in restitution of moneys misappropriated				211	2	8			
Refund of unused portion of passage money, S. G. Tasker, on transfer to High Commissioner's office, London				47	9	2			
Restitution by F. J. March of moneys misappropriated				20	12	4			
							279	4	2
							£13,190	10	0

PUBLIC ACCOUNTS, 1942-1943

PUBLIC WORKS ACCOUNT

STATEMENT of IMPRESTS of the PUBLIC WORKS ACCOUNT OUTSTANDING as at the 31st MARCH, 1943, showing the SERVICES for which they were issued

	£	s.	d.
PUBLIC WORKS ACCOUNT:—			
Vote—Linen Flax Development	997	10	1
—General Services	118,543	16	4
	£119,541	6	5

ELECTRIC SUPPLY ACCOUNT

STATEMENT of RECOVERIES on ACCOUNT of EXPENDITURE of PREVIOUS YEARS for the FINANCIAL YEAR ended 31st MARCH, 1943

	£	s.	d.
Refund of amount advanced to D. Falls.. .. .	100	0	0
Sale of Land and Buildings	1,345	18	10
	£1,445	18	10

PUBLIC ACCOUNTS, 1942-1943

LAND FOR SETTLEMENTS ACCOUNT

STATEMENT of RECOVERIES on ACCOUNT of EXPENDITURE of PREVIOUS YEARS for the FINANCIAL YEAR ended 31st MARCH, 1943

	£	s. d.	£	s. d.
LANDS AND SURVEY DEPARTMENT :—				
Survey liens	1,748	5 0		
Capital cost of drainage works	3,335	2 3		
Sale of land and buildings	129	2 9		
			5,212	10 0
NATIVE DEPARTMENT :—				
Repayment of advances	27,778	8 9		
Sale of surplus and obsolete stores	<i>Dr.</i> 27	17 10		
			27,750	10 11
			£32,963	0 11

STATEMENT of the RECEIPTS of LAND FOR SETTLEMENTS ACCOUNT for the YEAR ended 31st MARCH, 1943

	£	s. d.	£	s. d.
SALES AND CAPITAL RECEIPTS :—				
<i>Sales of Land,—</i>				
Estates and developed areas	83,348	11 6		
Land Act, 1924, Section 208—Capital value of land	9,844	1 6		
Land Act, 1924, Section 20—Crown lands	89,493	12 10		
<i>Repayment of Advances</i>	18,387	7 2		
			201,073	13 0
RENTS AND INTEREST :—				
<i>Rents, &c.—</i>				
Receipts derived from estates and developed areas	403,606	12 11		
<i>Interest on Advances</i>	11,338	10 7		
			414,945	3 6
SALES OF PRODUCE, LIVE-STOCK, AND MISCELLANEOUS RECEIPTS				
			115,785	3 10
CAPITAL RECEIPTS : DEVELOPMENT OF SMALL FARMS				
			80,646	16 10
RECEIPTS UNDER NATIVE HOUSING ACT, 1935				
			9,076	3 10
FINANCE ACT, 1932 (No. 2), SECTION 6 :—				
Transfer from Public Works Account			2,450	0 0
INTEREST ON INVESTMENTS				
			22,813	6 5
Total			£846,790	7 5

STATEMENT of the DISBURSEMENTS of LAND FOR SETTLEMENTS ACCOUNT for the YEAR ended 31st MARCH, 1943

	£	s. d.	£	s. d.
VOTES :—				
Land for Settlements	157,241	14 10		
Small Farms Development	65,048	3 1		
Native Land Settlement	<i>Cr.</i> 11,572	7 10		
Unauthorized Expenditure—				
Services not provided for	299	11 7		
			211,017	1 8
INTEREST ON CAPITAL LIABILITY (ON ACCOUNT YEAR 1940-41)				
			122,232	10 8
EXPENDITURE CHARGED ON PROCEEDS OF SALES OF LANDS :—				
<i>Crown Lands : Sales under Land Act, 1924, Section 20—</i>				
<i>Land Act, 1924, Section 139—</i>				
“Thirds” and “Fourth” paid to Local Bodies’ Deposit Account from proceeds of sales of Crown lands	46	15 2		
Land Laws Amendment Act, 1927, Section 17 (2)—				
Expenditure on roading Orakei Block	179	13 0		
Land Laws Amendment Act, 1930, Section 15 (3)—				
Land for Settlements Act, 1925, Section 49 (1)—				
Settlement lands converted into ordinary Crown lands	75	10 0		
Native Purposes Act, 1934, Section 3 (2)—				
Acquisition of Native land	22	11 2		
Recoupment of loss on disposal of Public Works Account assets	305	15 0		
			630	4 4
TRANSFERRED TO LOANS REDEMPTION ACCOUNT FOR THE REDEMPTION OF SECURITIES				
			1,700,000	0 0
TOTAL			£2,033,879	16 8

PUBLIC ACCOUNTS, 1942-1943

STATEMENT of the RECEIPTS of LOANS REDEMPTION ACCOUNT for the YEAR ended
31st MARCH, 1943

	£	s.	d.	£	s.	d.
NEW ZEALAND LOANS ACT, 1932 :—						
<i>Section 14.</i> —						
Securities issued in conversion of loans—						
Stock—						
To mature 1st April, 1946	5,000	0	0			
To mature 15th May, 1948	8,000,000	0	0			
To mature 1st October, 1953	10	0	0			
To mature 15th January, 1957	457,709	14	11			
To mature 15th August, 1957	11,352,432	14	0			
To mature 15th February, 1958	2,189,835	3	8			
To mature 15th September, 1958	1,261,400	0	0			
To mature 15th March, 1959	2,537,014	15	3			
To mature 15th July, 1959	2,980,679	0	0			
Treasury Bills—						
To mature: Various	8,214,000	0	0	36,998,081	7	10
Securities issued in renewal of loans—						
Treasury Bills—						
To mature: Various				139,523,367	10	0
Securities issued to cover costs, charges, and expenses of conversion—						
Treasury Bills—						
To mature: Various				2,278,867	10	0
<i>Section 15.</i> —						
Securities issued in conversion of loans—						
Stock—						
To mature 15th September, 1946-48	382,055	0	0			
To mature 1st February, 1949-54	50,000	0	0			
To mature 15th September, 1957-60	6,980	0	0			
To mature 15th October, 1955-60	50,000	0	0	489,035	0	0
Securities issued to cover costs, charges, and expenses of conversion—						
Stock—						
To mature 15th September, 1946-48	90,600	0	0			
To mature 15th September, 1957-60	200	0	0	90,800	0	0
<i>Section 40 (6).</i> —						
Ordinary Stock issued in replacement of Death Duty Stock—						
To mature 15th February, 1943-46	150	0	0			
To mature 1st August, 1946	100	0	0			
To mature 15th September, 1947	50	0	0			
To mature 15th September, 1946-48	350	0	0			
To mature 15th April, 1946-49	1,225	0	0			
To mature 15th May, 1949-52	10,515	0	0			
To mature 1st August, 1951-54	6,360	0	0			
To mature 15th June, 1952-55	2,690	0	0			
To mature 15th September, 1952-55	520	0	0			
To mature 15th May, 1953-56	20	0	0			
To mature 15th January, 1957	1,225	0	0			
To mature 15th January, 1953-57	100	0	0			
To mature 15th September, 1957-60	43,235	0	0	66,540	0	0
<i>Section 57.</i> —						
Stock issued in exchange for Debentures—						
To mature 15th February, 1943-46	25,040	0	0			
To mature 15th September, 1947	500	0	0			
To mature 15th April, 1946-49	11,285	0	0			
To mature 15th June, 1952-55	16,795	0	0			
To mature 15th January, 1953-57	7,850	0	0	61,470	0	0
Stock issued in exchange for Death Duty Stock—						
To mature 15th February, 1943-46	250	0	0			
To mature 1st August, 1946	2,200	0	0			
To mature 15th September, 1947	1,220	0	0			
To mature 15th May, 1948	220	0	0			
To mature 15th September, 1946-48	5,185	0	0			
To mature 15th April, 1946-49	250	0	0			
To mature 15th May, 1949-52	16,835	0	0			
To mature 1st August, 1951-54	24,600	0	0			
To mature 15th June, 1952-55	750	0	0			
To mature 15th September, 1952-55	29,100	0	0			
To mature 15th May, 1953-56	20,850	0	0			
To mature 15th January, 1953-57	250	0	0			
To mature 15th September, 1957-60	82,475	0	0	184,185	0	0
NEW ZEALAND DEBT CONVERSION ACT, 1932-33 :—						
<i>Section 12.</i> —						
Securities issued in conversion—						
Stock—						
To mature 15th January, 1937-40						200 0 0
Carried forward				179,692,546	7	10

PUBLIC ACCOUNTS, 1942-1943

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

	£	s.	d.	£	s.	d.
Brought forward			179,692,546	7	10
PUBLIC REVENUES ACT, 1926, SECTION 135:—						
<i>Subsection (2),—</i>						
Amount received on account of New Zealand's share of German reparations			3,068	7	10
<i>Subsection (4),—</i>						
Repayment of capital moneys advanced under the Repatriation Act, 1918			650	14	2
Amount transferred from Ordinary Revenue Account for redemption of War Expenses (1919) loans			400	0	0
Amount received from the British Phosphate Commission for the redemption of Nauru and Ocean Islands securities			21,792	12	11
Amount received from Samoan Treasury Account for redemption of securities			5,000	0	0
Amount transferred from Samoan Loan Sinking Fund for the redemption of securities issued in respect of Samoan Loan Suspense Account			5,890	0	0
Amount transferred from Land for Settlements Account for the redemption of securities			1,700,000	0	0
Amount received from State Advances Corporation in reduction of contingent liability to be used for redemption of securities			10,549	13	8
Amount received for the redemption of State Advances securities			73	19	6
Amount received from State Coal-mines Account for the redemption of State Coal-mines securities			14,324	0	0
Amount received from War Expenses Account for redemption of securities			240,509	12	3
Amount received from Housing Account for redemption of securities			13,104	1	9
Amount received in respect of sales of national-endowment lands in Waihi Drainage District under the Swamp Drainage Amendment Act, 1926, and the Finance Act, 1932, Section 15 (6)			8	2	7
Total			£181,707,917	12	6

PUBLIC ACCOUNTS, 1942-1943

STATEMENT of the DISBURSEMENTS of LOANS REDEMPTION ACCOUNT for the YEAR ended 31st MARCH, 1943

	£	s.	d.	£	s.	d.
NEW ZEALAND LOANS ACT, 1932:—						
<i>Section 14,—</i>						
Securities converted—						
Stock—						
To mature 15th July, 1945	10	0	0			
To mature 1st April, 1946	5,332	5	0			
To mature 15th January, 1957	457,709	14	11			
To mature 15th August, 1957	4,867,932	14	0			
To mature 15th February, 1958	2,189,835	3	8			
To mature 15th September, 1958	1,261,400	0	0			
To mature 15th March, 1959	2,537,014	15	3			
To mature 15th July, 1959	2,980,679	0	0			
				14,299,913	12	10
Memorandum of Security—						
War Expenses Account—						
To mature 15th August, 1955-65				8,000,000	0	0
Treasury Bills—						
To mature: Various				14,698,500	0	0
Loans renewed at maturity—						
Treasury Bills—						
To mature: Various				139,523,367	10	0
<i>Section 15,—</i>						
Securities converted—						
Stock—						
To mature 15th July, 1941	250	0	0			
To mature 15th March, 1943	9,385	0	0			
To mature 1st January, 1940-45	479,400	0	0			
				489,035	0	0
Premiums on Conversion—						
Ordinary Revenue Account—Miscellaneous						
				200	0	0
<i>Section 40 (6),—</i>						
Death Duty Stock replaced by Ordinary Stock—						
To mature 15th February, 1943-46	150	0	0			
To mature 1st August, 1946	100	0	0			
To mature 15th September, 1947	50	0	0			
To mature 15th September, 1946-48	350	0	0			
To mature 15th April, 1946-49	1,225	0	0			
To mature 15th May, 1949-52	10,515	0	0			
To mature 1st August, 1951-54	6,360	0	0			
To mature 15th June, 1952-55	2,690	0	0			
To mature 15th September, 1952-55	520	0	0			
To mature 15th May, 1953-56	20	0	0			
To mature 15th January 1957	1,225	0	0			
To mature 15th January, 1953-57	100	0	0			
To mature 15th September, 1957-60	43,235	0	0			
				66,540	0	0
<i>Section 57,—</i>						
Securities exchanged for Ordinary Stock—						
Debentures—						
To mature 15th February 1943-46	25,040	0	0			
To mature 15th September, 1947	500	0	0			
To mature 15th April, 1949	11,285	0	0			
To mature 15th June, 1955	16,795	0	0			
To mature 15th January, 1953-57	7,850	0	0			
				61,470	0	0
Death Duty Stock—						
To mature 15th February, 1943-46	250	0	0			
To mature 1st August, 1946	2,200	0	0			
To mature 15th September, 1947	1,220	0	0			
To mature 15th May, 1948	220	0	0			
To mature 15th September, 1946-48	5,185	0	0			
To mature 15th April, 1946-49	250	0	0			
To mature 15th May, 1949-52	16,835	0	0			
To mature 1st August, 1951-54	24,600	0	0			
To mature 15th June, 1952-55	750	0	0			
To mature 15th September, 1952-55	29,100	0	0			
To mature 15th May, 1953-56	20,850	0	0			
To mature 15th January, 1953-57	250	0	0			
To mature 15th September, 1957-60	82,475	0	0			
				184,185	0	0
Carried forward				177,323,211	2	10

PUBLIC ACCOUNTS, 1942-1943

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

	£	s.	d.	£	s.	d.
Brought forward .. .. .	..			177,323,211	2	10
NEW ZEALAND LOANS ACT, 1932—<i>continued</i>.						
<i>Section 58,—</i>						
Securities redeemed before maturity—						
Debtentures—						
To mature 15th September, 1949 .. .. .	..			11	15	0
Stock—						
To mature 15th February, 1946	200	0	0			
To mature 1st April, 1946	15,000	0	0			
To mature 1st August, 1946	400	0	0			
To mature 15th September, 1947	500	0	0			
To mature 15th May, 1948	510	0	0			
To mature 1st October, 1953	10	0	0			
To mature 1st August, 1951-54	3,000	0	0			
To mature 15th May, 1957	8,000	0	0			
To mature 15th August, 1957	3,500	0	0			
To mature 31st May, 1958	150	0	0			
To mature 15th December, 1958	46,592	6	6			
To mature 15th September, 1957-60	13,000	0	0			
				90,862	6	6
Death Duty Stock—						
To mature : 1st October, 1953 .. .. .	..			430	0	0
Interest-free Stock—						
To mature : Various .. .. .	..			7,930	15	11
Treasury Bills—						
To mature : Various .. .. .	..			1,702,867	10	0
Securities redeemed at maturity—						
Stock—						
To mature 1st January, 1940-45 .. .. .	..			200	0	0
Interest-free Stock—						
To mature 18th August, 1942	1,832	1	4			
To mature 20th August, 1942	220	0	0			
To mature 9th September, 1942	400	0	0			
To mature 11th December, 1942	1,000	0	0			
To mature 31st January, 1943	5,000	0	0			
				8,452	1	4
Death Duty Stock matured under Section 40 (3)—						
To mature 15th February 1943-46	1,075	0	0			
To mature 1st August, 1946	4,750	0	0			
To mature 15th September, 1947	1,920	0	0			
To mature 15th September, 1948	600	0	0			
To mature 30th November, 1948	500	0	0			
To mature 1st October, 1953	86,520	0	0			
To mature 1st August, 1951-54	93,250	0	0			
To mature 15th June, 1952-55	200	0	0			
To mature 15th September, 1952-55	30,310	0	0			
To mature 15th May, 1953-56	5,000	0	0			
To mature 15th September, 1957-60	24,630	0	0			
To mature : Duration of war	15	0	0			
To mature : Duration of war and twelve months	500	0	0			
				249,270	0	0
<i>Section 61,—</i>						
Charges and expenses of raising loans—						
Issues in renewal and conversion—						
Finance Act, 1932, Section 55—						
Exchange on remittances beyond New Zealand—						
Ordinary Revenue Account—Miscellaneous	409,467	10	0			
War Expenses Account	1,960,000	0	0			
				2,369,467	10	0
NEW ZEALAND DEBT CONVERSION ACT, 1932-33, SECTION 12 :—						
Securities converted—						
Debtentures—						
To mature 15th November, 1938 .. .. .	..			200	0	0
Total .. .. .	..			181,752,903	1	7

PUBLIC ACCOUNTS, 1942-1943

MAIN HIGHWAYS ACCOUNT

STATEMENT of RECOVERIES on ACCOUNT of EXPENDITURE of PREVIOUS YEARS
for the FINANCIAL YEAR ended 31st MARCH, 1943

	£	s.	d.
Adjustment of subsidy on rates paid to local authorities under section 28, Finance Act, 1934 (No. 3), &c.	280	6	5
Refunds of overpayments of subsidies to local authorities	174	0	0
Sale of land and buildings	82	6	8
	£536	13	1

NATIONAL DEVELOPMENT LOANS ACCOUNT

STATEMENT showing SUMS TRANSFERRED under Section 5 (1) of the National Development Loans Act, 1941, prepared in pursuance of Section 5 (2).

Date.	Transfer to	Amount.
1943.		£ s. d.
March 1 ..	State Coal-mines Account	20,000 0 0
March 9 ..	State Coal-mines Account	30,000 0 0
		£50,000 0 0

SOCIAL SECURITY FUND

STATEMENT of RECOVERIES on ACCOUNT of EXPENDITURE of PREVIOUS YEARS,
for the FINANCIAL YEAR ended 31st MARCH, 1943

	£	s.	d.
Sale of surplus and obsolete stores	228	6	0

STATE COAL-MINES ACCOUNT

STATEMENT of RECOVERIES on ACCOUNT of EXPENDITURE of PREVIOUS YEARS,
for the FINANCIAL YEAR ended 31st MARCH, 1943

	£	s.	d.
Sale of—			
Plant	20	3	6
Surplus and obsolete stores	128	16	4
	£148	19	10

STATE FORESTS ACCOUNT

STATEMENT of RECOVERIES on ACCOUNT of EXPENDITURE of PREVIOUS YEARS,
for the FINANCIAL YEAR ended 31st MARCH, 1943

	£	s.	d.
Sale of surplus and obsolete stores	531	8	10

26th July, 1943.

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,
28th July, 1943.