

SMALL FARMS SCHEME—*continued*
BALANCE-SHEET AS AT 31ST MARCH, 1943

<i>Liabilities</i>	£	£	<i>Assets</i>	£	£
Capital—			Land—		
Loan capital	2,142,841		Leased	80,268	
Consolidated Fund	39,000		Unleased	3,624	
Land donated	595		Purchase-price of areas being developed, including value of Crown and other land set aside	412,017	495,909
	2,182,436		Blocks under development—		
Less credit in Land for Settlements Account	10,892	2,171,544	Gross capital expenditure on development	1,853,100	
Subsidies—			Expenditure on live-stock, and farm working	278,349	
Employment Promotion Fund	457,514		Chattels (including store buildings)	67,283	2,198,732
Consolidated Fund	511,873	969,387	Loan to Napier Harbour Board (Ahuriri Lagoon)	30,354	
Loan from Social Security Fund .. .. .	..	3,161	Add accrued interest	4,107	34,461
Land set aside for small farms—			Water-supply schemes : Headworks .. .. .	..	7,443
Crown Lands Account	60,029		Advances to small-farm occupiers—		
Education Endowment Account	2,547	62,576	Current Account—	£	
Rent accrued : Crown Lands Account .. .. .	..	273	Improvements	37,412	
Creditors—			Stock and chattels	46,967	84,379
Rent	67		Instalment mortgages	303,092	387,471
Miscellaneous (departmental, &c.)	10,387	10,454	Advances under share-milking agreements .. .. .	..	6,259
Water Supply Account : Maintenance .. .. .	..	1,060	Realization Account : Leased areas in course of realization .. .. .	..	18,641
Undisbursed surpluses on realization .. .. .	..	447	Losses on blocks disposed of (not finalized) .. .. .	..	78,870
Payments in advances—			Debtors—		
Rent	240		Rent owing by small-farm occupiers	2,261	
Principal—	£		Principal—	£	
Instalment mortgages	150		Instalment mortgages	1,127	
Share-milkers' loans	116		Share-milkers' loans	499	1,626
Current Account	31	297	Interest—		
Interest—			Instalment mortgages	2,616	
Instalment mortgages	281		Share-milkers' loans	151	
Share-milkers' loans	21		Current Account	2,674	5,441
Current Account	30	332	Water levies	128	
Water levies	42	911	Miscellaneous (departmental, &c.)	4,317	13,773
Accrued interest on capital on blocks being developed		243,431	Deposits held by dairy companies	1,103	
Rent Adjustment Account .. .. .	..	946	Less reserve	275	828
Writings-off in Suspense .. .. .	..	13,757	Interest Adjustment Account .. .. .	..	4,289
Capital Reserve : Special assets taken over at book value .. .. .	..	39,453	Interest unrecouped on development expenditure .. .. .	..	243,431
Treasury Adjustment Account .. .. .	..	296,033	Losses in Suspense Account .. .. .	..	13,757
			Subsidies in respect of blocks disposed of—		
			Employment Promotion Fund	37,603	
			Consolidated Fund	16,556	54,159
			Revenue Account : Balance carried forward .. .. .	..	255,410
		£3,813,433			£3,813,433

NOTES.—(a) Profits or losses from farming operations on blocks under development are included in the Revenue Account only when the final position is ascertained on realization of the block; (b) interest on expenditure on blocks under development has been credited to Revenue Account only to the extent that trading results have enabled it to be met. The balance has been credited to the balance-sheet item "Accrued interest on capital on blocks being developed, £243,431."

R. G. MACMORRAN, Under-Secretary for Lands.
G. I. BEESON, Chief Accountant.

I hereby certify that the Income and Expenditure Account and Balance-sheet have been duly examined and compared with the relative books and documents submitted for audit, and correctly state the position as disclosed thereby, subject to the departmental notes enclosed thereon and the explanatory notes dealing with departmental accounts generally as appearing at commencement of parliamentary return B.—1 [Pt. IV]. The following comments are appended: (1) the account does not bear a charge for the cost of expenses incurred by Departments administering the scheme, other than a reduced charge for the supervision of the erection of cottages and milking-sheds; (2) it is unlikely that the realizable value of certain properties is equal to the development expenditure thereon.—CYRIL G. COLLINS, Controller and Auditor-General.