

1942.  
NEW ZEALAND.  

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# BALANCE-SHEETS

AND

# STATEMENTS OF ACCOUNTS

OF VARIOUS

# GOVERNMENT DEPARTMENTS

FOR THE

YEAR 1940-41.

AUDITED ACCOUNTS.

*(Presented to Parliament in Terms of Section 57 of the Finance Act, 1932.)*

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## EXPLANATORY MEMORANDUM.

The following notes are explanatory of the more important matters relating to the preparation of the balance-sheets and revenue accounts included in B.—1 [Pt. IV] (Supplementary), 1941, and in this supplementary paper, which are prepared on an income and expenditure basis and present a more comprehensive statement of the financial operations of departments and services than is possible in the cash statements included in papers B.—1 [Pts. I and II].

(i) *Authority*.—Section 57 of the Finance Act, 1932, requires the preparation of these accounts and their presentation to Parliament.

(ii) *Capital*—

(a) *General*: The amounts under this heading in the accounts usually represent the value of fixed assets at the conclusion of the financial year, and the amounts are divided to show loan capital separate from that provided from revenue or other source.

(b) *Public Works Loans*: Loans for the Public Works Fund (General Purposes Account) are shown as Public Works Fund Capital in the appropriate accounts recording the expenditure. Redemptions of those loans are allocated by the Treasury to the accounts whose expenditure is represented by the least productive assets.

(iii) *Depreciation*.—Treasury Instruction No. 79 specifies various rates of depreciation based on an estimated average life for different classes of assets. The rates are computed usually on the original capital cost. If the nature of a Department's depreciating assets calls for special rates, these are approved as required.

(iv) *Exchange*.—Exchange on all remittances abroad is charged to the Consolidated Fund; it is not recouped from the various departmental votes in the Consolidated Fund nor from votes in the General Purposes Account of the Public Works Fund with the exception of two—Telegraph Extension in respect of purchases made on account of the Post Office, and Railways Improvements and Additions to Open Lines in respect of purchases made on account of the Railways.

Exchange on remittances abroad for purchases of materials and miscellaneous services is, however, recouped from all the separate accounts, both within and outside the Public Account. No recoupment is made from separate or special accounts (either within or outside the Public Account) for exchange on remittances of interest.

(v) *Charges not subject to specific Appropriation*.—In pursuance of the general authority quoted in (i) above, certain charges such as administration, exchange of properties, assessed rental values, interest on capital and depreciation allowances, &c., are made through the Treasury Adjustment Account without cash payments or specific appropriation by Parliament.

(vi) *Interest*.—In the case of separate accounts such as Main Highways Account or State Coal-mines Account, the interest charge shown represents actual interest payable on the loans raised for those specific purposes. In the accounts of other Departments, an average rate, at present 4 per centum per annum, is charged.

(vii) *Rentals*.—Some Departments occupying private premises actually pay rentals. Others occupying Government buildings are assessed annually with rental based on the average rate of interest, the cost or valuation of the property, and the class of building.

(viii) *Treasury Adjustment Account*.—This is the equivalent of a "Head Office Account" in branch accounting, and through it are passed inter-departmental transfers and the total of cash transactions for the year. Separate accounts (see vi) having their own cash balances do not utilize a Treasury Adjustment Account.

(ix) *Values*.—When the provision of accounts and balance-sheets on a commercial basis by all Departments was first instituted about 1922, it was necessary to bring numerous properties and assets into account by means of a fair valuation. New assets since then, or additions, are usually recorded at actual cost with any depreciation provision shown either as a deduction or separately.

(x) *Non-publication of Balance-sheets*.—Publication of a considerable number of balance-sheets has been discontinued because of shortage of staff and as a paper conservation measure.





ADMINISTRATION OF WESTERN SAMOA—*continued.*  
BALANCE-SHEET AS AT 31st MARCH, 1941.

Liabilities.				Assets.						
	£	s.	d.	£	s.	d.	£	s.	d.	
Capital Account .. .. .	195,152	16	0				32,688	19	9	
Less Balance Revenue Account	5,868	9	5				34,052	13	7	
				189,284	6	7	22,136	4	8	
Assets Replacement Reserve .. .. .				12,000	0	0	26,256	9	8	
Vaisigano Bridge Reserve .. .. .				5,000	0	0				
				206,284	6	7	115,134	7	8	
Public Debt: New Zealand							Buildings and wharves .. .. .	136,126	0	0
Government .. .. .	102,210	0	0				Plant and machinery .. .. .	37,690	16	10
Less repaid during year .. .. .	5,370	0	0	96,840	0	0	Launches, boats, &c. .. .. .	3,067	7	3
							Buoys, beacons, and moorings ..	1,327	17	3
Samoan currency notes .. .. .	27,000	0	0				Motor and other vehicles .. .. .	4,219	12	10
Less unissued notes .. .. .	1,000	0	0				Arms and accoutrements .. .. .	691	12	6
				26,000	0	0	Fire-fighting appliances .. .. .	1,216	0	9
Post Office Savings-bank deposits				68,146	19	9	Furniture and fittings .. .. .	13,274	9	4
Coolie Labour Account .. .. .				10,723	12	3	Mechanical office appliances ..	847	5	10
Sundry deposits—							Medical and technical instruments			
Held in Treasury .. .. .	7,704	9	4				and equipment .. .. .	5,011	2	0
Held in Departmental Trust							Libraries .. .. .	891	3	2
Accounts .. .. .	1,689	10	7	9,393	19	11				
Sundry creditors .. .. .				2,141	16	10				
Public Debt Sinking Fund .. .. .				3	1	11				

E. J. McPARLAND, Treasurer of Western Samoa.

Examined and found correct.—CYRIL G. COLLINS, Controller and Auditor-General.

## LAND FOR SETTLEMENTS ACCOUNT.

REVENUE ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 1941.

<i>Dr.</i>		<i>Cr.</i>	
Expenses of a general nature—	£	Revenue of a general nature—	£
Interest on capital—		Interest on investments—	
Loans .. .. .	401,477	In Public Debt Redemption Fund .. ..	62,235
Capital from proceeds sale of Crown lands ..	102,156	In Public Account .. ..	18,008
Value of Crown lands in estates .. ..	8,478	Interest on capital involved in purchases for small-farm purposes .. ..	1,675
Accumulated funds of Cheviot Estate .. ..	11,699	Revenue derived from estates—	
Sundry expenses <i>re</i> loan capital—		Rents .. ..	393,808
Management of securities, &c. .. ..	817	Interest on sales—	
Proportion of premium on loan conversions ..	7,423	Land .. ..	21,657
Interest payable under section 208, Land Act, 1924 ..	453	Buildings .. ..	3,379
Audit fee .. ..	250	Royalties .. ..	202
Expenses referring to estates—		Miscellaneous interest, &c. .. ..	159
Capital losses on revaluation, reallocation, &c. ..	176,884	Land-development revenue—	
Administration charges: Salaries, &c. .. ..	1,107	Rents .. ..	5,670
Administration expenses .. ..	9,566	Interest on sales, &c. .. ..	1,017
Rebates .. ..	32,173	Interest on advances—	
Remissions of rent, &c. .. ..	24,403	Crown lands .. ..	9,376
Rents, &c., written off .. ..	3,414	Settlement lands .. ..	2,072
Protection of securities: Repairs, &c. .. ..	519	Interest earned on sundry blocks farmed by Department	3,480
Miscellaneous expenses .. ..	127	Miscellaneous .. ..	45
Expenses chargeable to land-development revenue—		Revenue derived under the Deteriorated Land Act, 1925:	
Administration expenses .. ..	479	Interest on advances .. ..	269
Rebates .. ..	926	Balance: Loss for year carried down .. ..	260,543
Remissions of rent, &c. .. ..	180		
Rents, &c., written off .. ..	411		
Compensation for injuries to workmen .. ..	133		
Losses on winding up of development operations ..	469		
Miscellaneous .. ..	8		
Expenses chargeable on revenue derived under the Deteriorated Land Act, 1925—			
Administration expenses .. ..	6		
Rebates .. ..	14		
Remissions of interest .. ..	19		
Interest, &c., written off .. ..	4		
	<u>£783,595</u>		<u>£783,595</u>
Balance—	£		£
Brought forward .. ..	177,551	Balance carried forward: Loss to 31st March, 1941 ..	438,094
Brought down .. ..	260,543		
	<u>£438,094</u>		<u>£438,094</u>

## BALANCE-SHEET AS AT 31ST MARCH, 1941.

<i>Capital—</i>	<i>Liabilities.</i>		<i>Assets.</i>	
Loans—	GENERAL.	£	GENERAL.	£
3 per cent. .. ..	215,029		Cash in Public Accounts .. ..	47,235
3½ per cent. .. ..	6,179,282		Investments .. ..	1,711,365
3¾ per cent. .. ..	364,150			1,758,600
4 per cent. .. ..	4,124,924		Investment in Public Debt Redemption Fund .. ..	1,618,101
4½ per cent. .. ..	37,740		Consolidated Fund: For interest—	
5 per cent. .. ..	110,000		On investments in Public Account .. ..	1,119
Funded debt, £4 19s. 5-88d. per cent. ..	33,446		On proportion of loan capital .. ..	183,912
Unconverted, 4 per cent. .. ..	200			185,031
	<u>11,064,771</u>		Unrecouped expenditure, Hutt Valley Land Settlement Account .. ..	2
Crown land included in estates .. ..	211,940		Premium on loan conversions: Balance not yet written off .. ..	19,706
Cheviot Estate Account (see subsidiary accounts attached) .. ..	299,056		Losses in Suspense .. ..	8,709
Sales of Crown land, &c. (inclusive of assets and liabilities shown under "Sales, section 20, Land Act, 1924") ..	3,461,385		Revenue Account: Loss to 31st March, 1941 .. ..	438,094
Capital transferred from Discharged Soldiers Settlement Account .. ..	4,789		Land—	
	<u>15,041,941</u>		Leased .. ..	9,274,940
Less amount expended in opening up Crown lands .. ..	194,235		Unleased .. ..	327,163
	<u>14,847,706</u>			9,602,103
Deposits by lessees (section 208, Land Act, 1924) .. ..	23,558		Provisional State forest .. ..	3,158
Consolidated Fund: for interest due on—			Buildings and improvements (unsold) .. ..	9,271
Loans .. ..	120,923		Advances on mortgage (section 35, Finance Act, 1940) .. ..	177
Capital from proceeds sale of Crown land .. ..	438,202		Sales debtors—	
Value of Crown land in estate .. ..	8,478		Buildings, &c. .. ..	85,312
Cheviot Estate: Accumulated funds transferred .. ..	18,567		Land .. ..	482,635
	<u>586,170</u>			567,947
Interest on loans accrued but not due .. ..	98,963		Plant and machinery .. ..	3,835
Reserve for transfer from Discharged Soldiers Settlement Account .. ..	8,191		Less depreciation .. ..	3,451
Writings off in Suspense .. ..	8,709			384
Hutt Valley Land Settlement Account (see subsidiary accounts attached) .. ..	20,345		Loading on Otago University endowment leases—	
	<u>14,847,706</u>		Capital outstanding .. ..	1,428
ESTATES.			Interest .. ..	44
Rents and interest charged in advance .. ..	96,797			1,472
Payments in advance: Rents and instalments .. ..	7,857		Debtors—	
Sundry suspense accounts .. ..	524		Principal instalments—	
Sundry creditors: Departmental .. ..	5,174		Buildings .. ..	1,942
	<u>44,226</u>		Sales of land .. ..	3,866
LAND DEVELOPMENT.			Section 35, Finance Act, 1940 .. ..	3
Land set aside (section 8, Land Laws Amendment Act, 1929)—			Interest—	
Crown lands .. ..	44,048		Buildings .. ..	2,162
Primary education endowments .. ..	178		Sales of land .. ..	6,041
	<u>44,226</u>		Section 35, Finance Act, 1940 .. ..	4
	<u>£15,748,220</u>		Rent .. ..	99,061
			Royalty .. ..	89
			Insurances .. ..	17
			Sundry debtors: Departmental .. ..	655
				<u>113,840</u>
Carried forward .. ..	£15,748,220		Carried forward .. ..	£14,323,595

LAND FOR SETTLEMENTS ACCOUNT—*continued.*BALANCE-SHEET AS AT 31ST MARCH, 1941—*continued.*

<i>Liabilities.</i>		<i>Assets.</i>	
Brought forward .. ..	£15,748,220	Brought forward .. ..	£14,323,595
LAND DEVELOPMENT— <i>continued.</i>	£	ESTATES— <i>continued.</i>	£
Rents and interest charged in advance ..	1,509	Postponements—	
Payments in advance: Rents and instalments ..	3,474	Principal instalments ..	253
Free capital for development—		Rent and interest .. ..	19,603
Employment Promotion Fund .. ..	23,346		19,856
Consolidated Fund .. ..	14,306	Cash in Deposit Account of Receiver of	
Accrued interest on capital expenditure ..	86,401	Land Revenue, Auckland .. ..	12
Suspense Account .. ..	187	Interest accrued but not due .. ..	5,677
Reserve in respect of deposits held by dairy companies .. ..	12	Land—	
Sundry creditors—		LAND-DEVELOPMENT.	
Departmental .. ..	4,282	Leased .. ..	122,254
Miscellaneous .. ..	2,105	Unleased .. ..	8,771
			131,025
DETERIORATED LAND ACT, 1925.		Sales debtors—	
Payments in advance: Interest, &c. .. ..	11	Buildings .. ..	1,138
Suspense Account .. ..	167	Land .. ..	16,963
			18,101
LAND ACT, 1924, SECTION 20.		Mortgage outstandings (not yet payable)—	
Principal instalments paid in advance: Sales of		Crown lands—	
Crown land .. ..	512	Current Account .. ..	110,504
Sundry creditors: Departmental .. ..	100	Instalment mortgage .. ..	79,440
		Settlement lands—	
		Current Account .. ..	24,405
		Instalment mortgage .. ..	14,922
		Expenditure on development of Crown	
		and settlement lands—	229,271
		Crown lands .. ..	52,595
		Settlement lands .. ..	240,067
		Sundry debtors for—	292,662
		Principal instalments—	
		Mortgages .. ..	292
		Buildings .. ..	10
		Sales of land .. ..	6
		Interest—	
		Mortgages .. ..	6,682
		Buildings .. ..	20
		Sales of land .. ..	86
		Rents .. ..	1,800
		Water levies .. ..	94
		Sundry debtors—	
		Departmental .. ..	654
		Miscellaneous .. ..	13
		Postponements—	
		Principal instalments .. ..	17
		Rents and interest .. ..	464
			481
		Realization Account .. ..	6,437
		Deposits held by dairy companies .. ..	46
		Expenditure from Employment Promotion Fund .. ..	23,346
		Expenditure from Consolidated Fund .. ..	14,306
		Interest on development expenditure .. ..	86,401
		Interest accrued but not due .. ..	1,295
		DETERIORATED LANDS ACT, 1925.	
		Mortgage outstandings—	
		Current Account .. ..	1,032
		Instalment mortgages .. ..	4,068
		Debtors for—	5,100
		Principal instalments .. ..	26
		Interest .. ..	110
		Departmental .. ..	191
			327
		Realization Account .. ..	62
		Interest accrued but not due .. ..	30
		LAND ACT, 1924, SECTION 20.	
		Principal outstanding on deferred-pay-	
		ment sales: Crown Land—	
		Not yet payable—	
		Sales of land .. ..	635,901
		Sales of buildings .. ..	49,009
		Principal instalments—	
		Sales of land .. ..	7,750
		Sales of buildings .. ..	1,030
		Postponed principal instalments .. ..	141
		Otamakapua Block: Remaining value	
		of lease .. ..	1,766
		Orakei Block (sec subsidiary accounts	
		attached to Crown Land Account .. ..	15,696
		Departmental .. ..	2,652
			713,945
			£15,884,632
	£15,884,632		£15,884,632

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

I hereby certify that the Revenue 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 explanatory notes dealing with departmental accounts generally as appearing at commencement of parliamentary return B.—1 [Pt. IV] and to the following comment: The Cheviot Estate accounts do not include a credit for interest on assets comprising cash and certain securities held by the estate at 1st April, 1930, nor a debit in respect of interest thereon paid to the Consolidated Fund in terms of section 19 of the Finance Act, 1930 (No. 2). These entries have been passed through the Land for Settlements Account (General) only.—CYRIL G. COLLINS, Controller and Auditor-General.



LAND FOR SETTLEMENTS ACCOUNT—*continued*.

## HUTT VALLEY LAND SETTLEMENT ACCOUNT.

(Subsidiary to Land for Settlements Account.)

## PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 1941.

<i>Dr.</i>	£	<i>Cr.</i>	£
Administration expenses .. .. .	339	Gross profit on sales of land .. .. .	14,806
Interest, &c., written off .. .. .	78	Interest on sales, &c. .. .. .	4,758
Rebates .. .. .	35		
Remissions .. .. .	242		
Miscellaneous expenditure .. .. .	2		
Balance (profit for year) transferred to Profit and Loss Appropriation Account .. .. .	18,868		
	<u>£19,564</u>		<u>£19,564</u>

## PROFIT AND LOSS APPROPRIATION ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 1941.

<i>Dr.</i>	£	<i>Cr.</i>	£
Balance carried forward: Profit earned to 31st March, 1941 .. .. .	188,578	Balance brought forward .. .. .	168,696
		Profit for year transferred .. .. .	18,868
		Adjustment on account previous year (interest previously shown as liability) .. .. .	1,014
	<u>£188,578</u>		<u>£188,578</u>

## BALANCE-SHEET AS AT 31ST MARCH, 1941.

<i>Liabilities.</i>		<i>Assets.</i>	
Moneys provided by Land for Settlements Account for—	£	Land on hand .. .. .	£ 38,200
Purchase of land .. .. .	164,982	Railway Department: Balance unpaid on area taken over for workshops .. .. .	26,389
Street-formation .. .. .	206,888	Sales debtors (not yet payable) .. .. .	95,560
Incidental expenses .. .. .	21,842	Sundry debtors—	
	<u>393,712</u>	Instalment principal .. .. .	4,169
Interest on capital provided .. .. .	81,666	Instalment interest .. .. .	3,483
	<u>475,378</u>	Rents .. .. .	103
Less deductions under section 11 (2), Finance Act, 1932 .. .. .	475,376		<u>7,755</u>
Due to Land for Settlements Account .. .. .	2	Interest accrued but not due .. .. .	404
Sundry creditors: Amounts erroneously credited .. .. .	63	Losses in Suspense .. .. .	78
Instalments paid in advance .. .. .	8	Land for Settlements Account: Funds on hand available for disposal under section 11, Finance Act, 1932 .. .. .	20,345
Rent accrued but not due .. .. .	2		
Writing off in Suspense .. .. .	78		
Profit and Loss Appropriation Account .. .. .	188,578		
	<u>£188,731</u>		<u>£188,731</u>

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

## CHEVIOT ESTATE ACCOUNT.

(Subsidiary to Land for Settlements Account.)

## REVENUE ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 1941.

<i>Dr.</i>	£	<i>Cr.</i>	£
Interest on loan capital .. .. .	5,632	Rents .. .. .	15,858
Interest on accumulated funds held .. .. .	6,868	Interest on sales: Land and buildings .. .. .	995
Administration expenses .. .. .	811	Interest on investment in Public Debt Redemption Fund .. .. .	171
Rebates .. .. .	1,542		
Remissions of rent and interest .. .. .	36		
Balance (profit for year) carried down .. .. .	2,135		
	<u>£17,024</u>		<u>£17,024</u>
	£		£
Transfer to Reserve Account .. .. .	2,135	Balance brought down .. .. .	2,135

## BALANCE-SHEET AS AT 31ST MARCH, 1941.

<i>Liabilities.</i>		<i>Assets.</i>	
Capital—	£	Land—	£
Loans: 3½ per cent. .. .. .	160,918	Leased .. .. .	321,919
Accumulated funds .. .. .	464,316	Unleased .. .. .	325
	<u>625,234</u>		<u>322,244</u>
Less cash paid to Land for Settlements Account .. .. .	299,056	Sales debtors (not yet payable)—	
	<u>326,178</u>	Land .. .. .	19,548
Reserve Account .. .. .	16,302	Buildings .. .. .	184
Interest on loans accrued but not due .. .. .	1,373		<u>19,732</u>
Rents, &c., accrued but not due .. .. .	4,952	Sundry debtors—	
Rents paid in advance .. .. .	20	Interest on sales of land .. .. .	10
		Rent .. .. .	2,065
	<u>£348,825</u>	Postponed rent .. .. .	70
		Interest accrued but not due .. .. .	251
		Investments in Public Debt Redemption Fund .. .. .	4,453
			<u>£348,825</u>

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

## MAORI PURPOSES FUND BOARD.

## RECEIPTS AND PAYMENTS ACCOUNT FOR YEAR ENDED 31ST MARCH, 1941.

<i>Receipts.</i>		£	<i>Payments.</i>		£	£
Balance, 1st April, 1940: Native Trust Office ..	..	58,524	Administration expenses—			
Interest: Native Trust Office, 3 per cent. to 31st March, 1941 ..	..	1,734	Audit fee ..	..	21	
Grant from Consolidated Fund—			Commission ..	..	62	
Administration expenses ..	..	350	Freight and cartage ..	..	6	
Equipment and materials ..	..	25	Insurance ..	..	11	
			Printing and stationery ..	..	1	
		375	Rent and rates ..	..	121	
Grant from Maori Land Boards for specific purposes			Repairs and maintenance ..	..	48	
( <i>contra</i> ) ..	..	620	Salary ..	..	39	
Rent from cottages and workshop, Rotorua ..	..	42	Sundry expenses ..	..	1	
Sales of—			Water charges ..	..	6	
Board's publications ..	..	30	Purchase of assets—			
Pingao stocks ..	..	29	Piupiu ..	..	44	316
Timber stocks ..	..	114	Library books ..	..	6	
Assets not required ..	..	10	Grants—			
		183	Educational—			
Imprest Account with Waiariki District Maori Land Board			Government Free Place Scholarships ..	..	500	
overdrawn ..	..	30	Interest and balance of grants to—			
		£61,508	Turakina College ..	..	2,882	
			St. Peter's School ..	..	1,708	
			St. Stephen's School ..	..	10,675	
					15,765	
			Publishing: Polynesian Society ..	..	300	
			Half-salary: Princess Te Pua Herangi ..	..	104	
			Medical expenses of triplets ( <i>contra</i> ) ..	..	20	
			Te Kaha Carved Meeting-house ( <i>contra</i> ) ..	..	602	
			Native meetings ..	..	25	
					16,816	
			Balance, 31st March, 1941: Native Trust Office ..	..	44,326	
					£61,508	£61,508

## INCOME AND EXPENDITURE ACCOUNT FOR YEAR ENDED 31ST MARCH, 1941.

<i>Expenditure.</i>		£	£	<i>Income.</i>		£	£
Administration expenses—				Interest at 3 per cent. per annum: Native Trust Office ..	..	1,734	
Audit fee ..	..	21		Grants—			
Commission ..	..	62		Consolidated Fund ..	..	375	
Depreciation ..	..	189		Maori Land Boards for specific purposes ( <i>contra</i> ) ..	..	620	
Freight and cartage ..	..	5				995	
Insurance ..	..	6		Sale of publications (net) ..	..	2	
Printing and stationery ..	..	1		Profit on sale assets ..	..	4	
Rent and rates ..	..	73					
Repairs and maintenance ..	..	32					
Salaries ..	..	43					
Sundry expenses ..	..	1					
Water, cleaning, &c. ..	..	6					
Grants—			439				
Educational—							
Interest on outstanding school grants ..	..	644					
Government Free Place Scholarships ..	..	500					
Te Kaha Carved Meeting-house ( <i>contra</i> ) ..	..	602					
Medical expenses of triplets ( <i>contra</i> ) ..	..	20					
Publishing: Polynesian Society ..	..	300					
Miscellaneous ..	..	104					
Native meetings and meeting-houses ..	..	26					
		2,196					
Balance: Excess of income over expenditure, transferred							
to Accumulated Fund ..	..	100					
		£2,735					£2,735

## BALANCE-SHEET AS AT 31ST MARCH, 1941.

<i>Liabilities.</i>		£	£	<i>Assets.</i>		£	£
Creditors ..	..	327		Cash: With Native Trust Office ..	..	44,326	
Special funds—				Less Imprest Account overdrawn: Waiariki Board ..	..	30	
Carnegie Corporation grant for Maori arts and crafts ..	..	342				44,296	
Katikati Carved Meeting-house ..	..	38		Debtors, including payments in advance ..	..	82	
Ngati-Kahungunu Trust ..	..	10		Publications for sale ..	..	2,348	
Ruatoki Carved Meeting-house ..	..	41		Pingao stocks for sale ..	..	26	
Western Samoa translation grant ..	..	165				2,374	
		596		Library ..	..	280	
Accumulated fund as at 1st April, 1940 ..	..	46,888		Mechanical office appliances ..	..	24	
Plus—				Miscellaneous assets ..	..	71	
Excess income over expenditure ..	..	100		Office furniture ..	..	17	
Assets located (previously written off or unrecorded) ..	..	120		Maori Arts and Crafts School, Rotorua—			392
		220		Cottages ..	..	366	
		47,108		Miscellaneous assets ..	..	2	
Less—				Office furniture ..	..	1	
Publications written down ..	..	13		Office and workshop fittings ..	..	17	
Timber, books, and pingao donated ..	..	103		Workshop ..	..	282	
		116		Workshop equipment and tools ..	..	7	
		46,992		Timber stocks ..	..	96	
		£47,915				771	
						£47,915	£47,915

O. N. CAMPBELL, Deputy-Chairman (Native Trustee).

COLIN W. MORRISON, Secretary to Board.

I hereby certify that the Receipts and Payments Account, 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.—CYRIL G. COLLINS, Controller and Auditor-General.

NATIVE DEPARTMENT.  
DISTRICT MAORI LAND BOARDS.  
COMBINED AND SEPARATE RECEIPTS AND PAYMENTS STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 1941.  
*Receipts.*

	Totals.		Tokerau.	Waikato- Maniapoto.	Wairariki.	Tairāwhiti.	Aotea.	Ikaroa.	South Island.
	£	£	£	£	£	£	£	£	£
<b>Cash balances at 1st April, 1940—</b>	21,003	..	2,164	3,470	5,143	3,495	1,862	3,891	978
In hand and in bank .. .. .	1,876	..	64	217	384	160	759	212	100
Imprests at Post Office .. .. .	..	..	..	..	..	..	..	..	..
<b>Withdrawals from amounts on deposit with Native Trustee</b>	22,879	..	2,228	3,687	5,507	3,655	2,621	4,103	1,078
.. .. .	32,615	..	..	4,000	..	..	19,015	8,500	1,100
<b>Rent and royalties</b>	..	..	2,228	7,687	5,507	3,655	21,636	12,603	2,178
Purchase-moneys and compensation .. .. .	177,671	..	9,859	9,650	30,767	28,902	63,409	30,085	4,999
Repayments: Mortgages and other investments .. .. .	18,339	..	1,584	3,078	2,389	2,426	3,107	3,794	1,961
Other receipts for beneficiaries .. .. .	25,117	..	140	863	5,716	13,972	1,405	2,801	220
.. .. .	14,566	..	8,465	1,522	..	1,192	3,387	..	..
<b>Interest received—</b>	..	..	20,048	15,113	38,872	46,402	71,308	36,680	7,180
Mortgages and investments .. .. .	11,601	..	5	2,059	1,791	4,024	2,017	996	709
New Zealand Government securities .. .. .	2,636	..	721	68	..	1,682	119	46	..
<b>Commissions (not including transfers from blocks)</b>	..	..	726	2,127	1,791	5,706	2,136	1,042	709
Proceeds of sales and other credits from Board farms .. .. .	3,461	..	59	219	1,115	1,279	271	331	187
Miscellaneous receipts (including sundry deposits for repayments, refunds, and recoveries) .. .. .	17,385	..	..	1,760	162	..	15,463	..	..
Special Housing Fund—	84,132	..	3,722	4,409	4,280	43,715	19,223	7,014	1,789
Receipts from Native Trustee .. .. .	18,615	..	5,500	500	5,000	3,335	..	3,420	860
Receipts from Natives .. .. .	11,430	..	4,789	2,495	1,359	999	390	912	486
<b>Totals</b>	135,023	..	14,070	9,383	11,896	49,328	35,347	11,677	3,322
.. .. .	440,447	..	37,072	34,310	58,066	105,181	130,427	62,002	13,389
<b>Net receipts (excluding Native Trust Office withdrawals and opening balances)</b>	384,953	..	34,844	26,623	52,559	101,526	108,791	49,399	11,211

NATIVE DEPARTMENT—continued.  
DISTRICT MAORI LAND BOARDS—continued.  
COMBINED AND SEPARATE RECEIPTS AND PAYMENTS STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 1941—continued.  
Payments.

	Totals.	Tokerau.	Waikato- Maniapoto.	Wairariki.	Tairāwhiti.	Aotea.	Ikaroa.	South Island.
	£	£	£	£	£	£	£	£
Payments to beneficiaries .. .. .	172,001	3,764	12,806	17,731	48,535	50,375	31,290	7,500
Miscellaneous payments on behalf of beneficiaries and Boards (including payments on deposit, refunds, &c.) .. .. .	99,417	20,254	5,555	12,476	25,123	23,752	10,165	2,092
Administration expenses .. .. .	12,650	1,776	2,439	1,896	2,045	2,633	1,355	596
	284,068	25,794	20,800	32,013	75,703	76,760	42,810	10,188
Investments—								
Mortgages and other investments .. .. .	44,087	190	3,021	5,617	13,181	14,811	7,267	..
Purchase of land, building, furniture, &c. .. .. .	6,239	..	1,320	2,376	836	638	1,069	..
Special Housing Fund: Advances, &c. .. .. .	23,099	8,335	1,771	9,094	2,097	570	2,260	1,002
	75,425	8,525	6,112	17,037	16,114	16,019	10,596	1,002
Total payments .. .. .	..	34,319	26,912	49,070	91,817	92,779	53,406	11,190
Deposits with Native Trustee .. .. .	..	5	2,545	5,156	10,200	35,935	3,534	518
Cash balances at 31st March, 1941—								
In hand and in bank .. .. .	..	2,500	4,488	3,605	3,035	1,139	4,223	1,596
Imprests at Post Office .. .. .	..	248	365	235	129	574	839	85
	..	2,475	..	..	..	..	..	..
Grand totals .. .. .	..	440,447	34,310	58,066	105,181	130,427	62,002	13,389

REVENUE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 1941.

Interest Accounts.

	Totals.	Tokerau.	Waikato- Maniapoto.	Wairariki.	Tairāwhiti.	Aotea.	Ikaroa.	South Island.
	£	£	£	£	£	£	£	£
Dr.								
Interest on amounts held and invested under Native Land Act, 1931, section 281, and other amounts specially invested .. .. .	1,270	434	391	..	30	167	207	41
Interest on amounts on deposit with Native Trustee .. .. .	4,936	5	1,111	1,155	200	1,413	534	518
Interest on other investments .. .. .	11,393	539	813	698	4,691	3,011	1,213	428
Interest on overdrafts .. .. .	1,543	27	222	..	..	1,065	229	..
	19,142	1,005	2,537	1,853	4,921	5,656	2,183	987
Totals .. .. .	..	..	..	..	..	..	..	..
Cr.								
Interest allocated in full on amounts held under Native Land Act, 1931, section 281, and other amounts specially invested (as per contra) .. .. .	1,270	434	391	..	30	167	207	41
Other interest allocated to sundry blocks, &c. .. .. .	3,252	..	337	19	638	1,562	385	311
Balance transferred to Income and Expenditure Account .. .. .	14,620	571	1,809	1,834	4,253	3,927	1,591	635
	19,142	1,005	2,537	1,853	4,921	5,656	2,183	987
Totals .. .. .	..	..	..	..	..	..	..	..

NATIVE DEPARTMENT—continued.  
DISTRICT MAORI LAND BOARDS—continued.  
REVENUE ACCOUNTS FOR THE YEAR ENDED 31st MARCH, 1941.  
*Income and Expenditure Accounts.*

	Totals.	Tokerau.	Waikato- Maniapoto.	Wairariki.	Tairāwhiti.	Aotea.	Ikaroa.	South Island.
<i>Income.</i>								
Net interest on investments	£ 14,620	£ 571	£ 1,809	£ 1,834	£ 4,253	£ 3,027	£ 1,591	£ 635
Board commission	5,888	280	462	1,224	1,688	1,306	661	267
Sundry credits (registration fees, lease fees, &c.)	777	106	57	524	72	16	2	..
Totals	21,285	957	2,328	3,582	6,013	5,249	2,254	902
<i>Expenditure.</i>								
Expenses of management—								
Contribution towards expenses of Native Department	£ 10,059	£ 1,000	£ 2,000	£ 1,260	£ 2,113	£ 2,036	£ 1,100	£ 550
Audit fees	477	65	77	75	87	102	51	20
Miscellaneous office and other expenses	2,148	229	295	582	444	423	118	57
Depreciation on buildings, furniture, &c.	1,901	..	160	673	410	460	108	90
Balance, being surplus for year transferred to Appropriation Account	6,700	Cr. 337	Cr. 204	992	2,959	2,228	877	185
Totals	21,285	957	2,328	3,582	6,013	5,249	2,254	902

*Appropriation Accounts.*

	Totals.	Tokerau.	Waikato- Maniapoto.	Wairariki.	Tairāwhiti.	Aotea.	Ikaroa.	South Island
<i>Dr.</i>								
Sundry adjustments previous years	£ 598	£ 262	£ 331	£ 5	£ ..	£ ..	£ ..	£ ..
Surplus for year ended 31st March, 1941, from Income and Expenditure Account	6,700	Dr. 337	Dr. 204	992	2,959	2,228	877	185
Totals	7,298	Dr. 75	127	997	2,959	2,228	877	185
<i>Cr.</i>								
Appropriation during year—								
Native purposes	£ 613	£ ..	£ 100	£ 200	£ 163	£ 100	£ 50	£ ..
Bush-fire prevention	300	..	..	..	..	300	..	..
Purchase of land, buildings, furniture, &c.	6,943	..	1,950	2,396	885	637	692	383
Sundry adjustments previous years	770	81	442	..	161	26	60	..
Balance transferred to Reserve and Assurance Fund	Cr. 1,328	Cr. 156	Cr. 2,365	Cr. 1,599	1,750	1,165	75	Cr. 198
Totals	7,298	Cr. 75	127	997	2,959	2,228	877	185

NATIVE DEPARTMENT—continued.  
DISTRICT MAORI LAND BOARDS—continued.  
COMBINED AND SEPARATE BALANCE-SHEETS AS AT 31ST MARCH, 1941.  
*Liabilities.*

	Totals.	Tokerau.	Waikato- Maniapoto.	Waiairiki.	Tairāwhiti.	Aotea.	Ikaroa.	South Island.
Liabilities to Native beneficiaries—								
Amounts held under section 281, Native Land Act, 1931, and other trusts—								
Specially invested (section 101 (2), 1931) .. ..	£ 6,028	£ ..	£ 5,178	£ ..	£ ..	£ ..	£ 850	£ ..
Invested in Common Fund .. ..	65,030	3,697	8,420	..	943	31,396	20,168	406
Other amounts held—								
Specially invested (section 101 (2), 1931) .. ..	42,803	..	3,071	..	29,324	5,405	4,975	28
Otherwise invested .. ..	344,131	35,961	52,732	77,110	71,730	54,341	30,167	22,990
	457,992	38,758	69,401	77,110	101,997	91,142	56,160	23,424
Sundry amounts held on deposit and in suspense								
Sundry creditors .. ..	29,881	3,039	1,177	11,127	6,555	6,579	1,322	82
Liability for Treasury for advances under—	5,303	166	391	741	237	2,084	1,146	538
Native Land Act, 1931, section 522 .. ..	2,100	..	..	..	2,100	..	..	..
Native Land Act, 1931, section 340 .. ..	7,298	6,608	..	..	..	690	..	..
Liability of special trusts under—								
Native Land Act, 1931, section 358 .. ..	128,130	..	..	..	40,263	87,867	..	..
Native Land Act, 1931, section 105 .. ..	80,011	..	..	80,011	..	..	..	..
	252,723	9,813	1,568	91,879	49,155	97,220	2,468	620
Reserves—								
Special Property Reserve .. ..	52,353	97	14,698	9,190	9,946	16,475	1,298	649
Other special reserves (including depreciation) .. ..	48,053	151	2,393	30,053	10,080	4,959	278	139
	100,406	248	17,091	39,243	20,026	21,434	1,576	788
Assurance and Reserve Account								
.. ..	109,350	..	10,698	16,271	32,591	43,161	4,830	1,799
Totals .. ..	920,471	48,819	98,758	224,503	203,769	252,957	65,034	26,631

NATIVE DEPARTMENT—continued.  
DISTRICT MAORI LAND BOARDS—continued.  
COMBINED AND SEPARATE BALANCE-SHEETS AS AT 31ST MARCH, 1941—continued.

	Assets.									
	Totals.	Tokerau.	Waikato-Maniapoto.	Wairariki.	Tairāwhiti.	Aotearoa.	Ikaroa.	South Island.		
Cash balances—										
In hand and at bank	£ 20,586	£ 2,500	£ 4,488	£ 3,605	£ 3,035	£ 1,139	£ 4,223	£ 1,596		
Less held on account of Native Trustee	7,497	1,857	1,523	..	..	..	3,344	773		
	13,089	643	2,965	3,605	3,035	1,139	879	823		
Add Post Office imprest..	2,475	248	365	235	129	574	839	85		
	15,564	891	3,330	3,840	3,164	1,713	1,718	908		
Investments—										
Common Fund—										
Mortgages and charges ..	229,506	11,642	28,805	26,238	61,586	60,317	32,944	7,774		
Farm properties ..	89,280	..	..	58,067	18,053	13,160	..	..		
On deposit with Native Trustee ..	189,240	173	37,150	40,562	15,760	64,524	14,241	16,830		
Advances on overdraft to blocks, &c.	16,897	1,763	4,942	620	1,776	786	6,758	252		
Government securities ..	46,629	20,615	964	..	22,600	1,300	1,150	..		
Particular estates—										
Mortgages ..	16,213	..	7,513	..	..	3,650	5,050	..		
Government and other securities ..	32,618	..	736	..	29,324	1,755	775	28		
	620,383	34,193	80,110	125,487	149,099	145,692	60,918	24,884		
Sundry debtors ..	6,620	853	425	3,066	1,297	567	411	1		
Interest and instalments (due and accrued)	4,775	150	195	2,909	..	643	689	189		
	11,395	1,003	620	5,975	1,297	1,210	1,100	190		
Land and buildings ..	36,453	..	11,083	5,213	6,901	13,256	..	..		
Office equipment, &c. ..	15,900	97	3,615	3,977	3,045	3,219	1,298	649		
	52,353	97	14,698	9,190	9,946	16,475	1,298	649		
Assets of special trusts under—										
Native Land Act, 1931, section 258	128,130	..	..	..	40,263	87,867	..	..		
Native Land Act, 1931, section 305	80,011	..	..	80,011	..	..	..	..		
	208,141	..	..	80,011	40,263	87,867	..	..		
Appropriation Account ..	12,635	12,635	..	..	..	..	..	..		
	920,471	48,819	98,758	224,503	203,769	252,957	65,034	26,631		
Totals										

O. N. CAMPBELL, Under-Secretary.  
M. J. LAWLESS, A.R.A.N.Z., Accountant.

I hereby certify that the Statement of Receipts and Payments, Income and Expenditure Account, Appropriation Account, and Balance-sheet have been compared with the accounts and balance-sheets of the respective Maori Land Boards and correctly state the position as disclosed thereby, subject to the following comments and exceptions:—

1. *Tairāwhiti*.—(1) The Audit Office is unable to certify to the adequacy of certain securities owing to the absence of information as to the value of the lands secured; (2) moneys have been advanced without the approval of the Board of Native Affairs having been obtained as required by section 100 (1), Native Land Act, 1931, as amended by section 11 (3), Board of Native Affairs Act, 1934-35; (3) in the opinion of the Audit Office the following payments are without authority of law: Wreaths, £2 2s.; children's health camp, £5.

2. *Tokerau*.—(1) The value of stores on hand at the Te Kao Store has been accepted on the certificates of the storeman and a clerk who visited the store from Auckland for stocktaking purposes; (2) the information produced at audit was not sufficient to enable the Audit Office to verify the cost of the alterations and additions to the Te Kao Store; (3) no liability in respect of the interest which has become payable since 1st April, 1934, on the Te Karae and Parematā-Mokau Government loans is shown in the accounts; (4) the Audit Office is not aware of any statutory authority for the following payments out of the Te Kao Store Account: Expenses of visit of the Minister of Education, £34 9s. 2d.; contribution to cost of refrigerator for Te Puia Herangi, £25.

3. *Ikaroa*.—The Statements of Receipts and Payments of the Board and the Native Reserves Account have been found to be correct in total, but the information presented to the Audit Office in respect of the analysis thereof is insufficient to enable it to certify wholly to the correctness of the individual items.—CYRIL G. COLLINS, Controller and Auditor-General.

## NATIVE DEPARTMENT—continued.

## NATIVE HOUSING ACT, 1935 (PUBLIC WORKS FUND).

## RECEIPTS AND PAYMENTS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 1941.

<i>Receipts.</i>				<i>Payments.</i>			
		£	£			£	£
Repayments by Natives—				Expenditure on dwellings—			
Principal .. .. .	..	11,065		Erections .. .. .	..	23,387	
Interest ( <i>contra</i> ) .. .. .	..	2,531		Purchases .. .. .	..	1,911	
			13,596	Repairs, additions, &c. .. .. .	..	1,638	
Deposits against advances .. .. .	..		667				26,936
Balance: Withdrawals from Public Works Fund .. .. .	..	15,415		Refund of deposits .. .. .	..		211
				Interest payments to Consolidated Fund ( <i>contra</i> ) .. .. .	..	2,531	
			<u>£29,678</u>				<u>£29,678</u>

## INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 1941.

<i>Expenditure.</i>				<i>Income.</i>			
		£	£			£	£
Interest on loan capital .. .. .	..	2,771		Interest earned .. .. .	..	2,970	
Balance: Excess of income over expenditure .. .. .	..	199					
			<u>£2,970</u>				<u>£2,970</u>

## BALANCE-SHEET AS AT 31ST MARCH, 1941.

<i>Liabilities.</i>				<i>Assets.</i>			
		£	£			£	£
Loan capital: Public Works Fund .. .. .	..	76,986		Loans to Natives—			
Liability to Consolidated Fund: Interest on Loan Capital .. .. .	..	910		Principal .. .. .	..	82,680	
Deposits against advances .. .. .	..	1,838		Interest due and accrued .. .. .	..	1,095	
Creditors—							83,775
Departmental .. .. .	..	480		Debtors .. .. .	..		1,472
Miscellaneous .. .. .	..	4,848					
			5,328				
Accumulated Profit and Loss Account: Excess income over expenditure, 1940–41 .. .. .	..	199					
Less Balance, 1st April, 1940 .. .. .	..	14					
			<u>185</u>				
			<u>£85,247</u>				<u>£85,247</u>

NOTE.—Separate accounts are published for advances from the Special Housing Fund (Native Trustee).

O. N. CAMPBELL, Under-Secretary.  
M. J. LAWLESS, A.R.A.N.Z., Accountant.

I hereby certify that the Statement of Receipts and Payments, 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 explanatory notes dealing with departmental accounts generally as appearing at commencement of parliamentary return B.—1 [Pt. IV]. The following comment is appended: Part of the money provided for employment promotion in connection with Native Housing has not been recorded in the balance-sheet.—CYRIL G. COLLINS, Controller and Auditor-General.

## SPECIAL HOUSING FUND.

## STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDING 31ST MARCH, 1941.

<i>Receipts.</i>				<i>Payments.</i>			
		£	£			£	£
Balances, 1st April, 1940—				Loans to Natives for dwellings—			
In hands of Maori Land Boards .. .. .	..	9,478		Erection .. .. .	..	24,853	
In hand of Native Trustee .. .. .	..	43,352		Repair .. .. .	..	862	
			52,830	Purchase .. .. .	..	428	
Additional advance .. .. .	..		20,000				26,143
Repayments by Natives—				Expenditure on dwellings (Sections 3 and 4, Amendment Act, 1938) .. .. .	..		
Interest .. .. .	..	2,711		Payments in suspense .. .. .	..		316
Principal .. .. .	..	11,253		Balances, 31st March, 1941—			
			13,964	In hands of Maori Land Boards .. .. .	..	16,435	
Deposits against advances .. .. .	..		482	In hands of Native Trustee .. .. .	..	45,429	
Deposits in suspense .. .. .	..		332				61,864
Interest received from Native Trustee .. .. .	..		692				
Receipts from dwellings (Sections 3 and 4, Amendment Act, 1938) .. .. .	..		23				
			<u>£88,323</u>				<u>£88,323</u>



NATIVE DEPARTMENT—*continued*.  
SPECIAL HOUSING FUND—*continued*.

## INCOME AND EXPENDITURE ACCOUNT.

<i>Expenditure.</i>	£	<i>Income.</i>	£
Transfer to Housing Fund Account .. .. .	3,396	Interest earned on loans .. .. .	2,704
		Interest earned on deposits with Native Trustee .. .. .	692
	<u>£3,396</u>		<u>£3,396</u>

## HOUSING FUND ACCOUNT.

<i>Dr.</i>	£	<i>Cr.</i>	£
Balance, 31st March, 1941 .. .. .	129,051	Balance, 1st April, 1940 .. .. .	105,655
		Additional grant .. .. .	20,000
		Excess of income over expenditure .. .. .	3,396
	<u>£129,051</u>		<u>£129,051</u>

## BALANCE-SHEET AS AT 31ST MARCH, 1941.

<i>Liabilities.</i>	£	<i>Assets.</i>	£	£
Special Housing Fund .. .. .	129,051	Land—		
Deposits against advances .. .. .	1,349	Purchased .. .. .	375	
Sundry creditors .. .. .	35	Donated .. .. .	25	
				400
		Buildings (2) : Principal .. .. .		89
		Loans to Natives—		
		Principal .. .. .	68,035	
		Interest due .. .. .	47	
				68,082
		Cash balances—		
		In hands of Maori Land Boards .. .. .	16,435	
		In hands of Native Trustee .. .. .	45,429	
				61,864
	<u>£130,435</u>			<u>£130,435</u>

O. N. CAMPBELL, Under-Secretary.  
M. J. LAWLESS, A.R.A.N.Z., Accountant.

EXPLANATORY NOTE.—To enable the Board of Native Affairs to fully exercise its powers and functions in respect of Natives who, in the opinion of the Board, are unable to furnish the security required under the Native Housing Acts, and for the purpose of assisting the most urgent and necessitous cases, the Government has established a Special Housing Fund consisting of grants totalling £120,000 which have been paid into the Native Trustee's Account for disbursement through the Maori Land Boards as directed by the Board of Native Affairs. All interest, repayments of principal, and other accumulations belong to the Fund and may be utilized in granting advances for housing purposes.

I hereby certify that the Statement of Receipts and Payments, 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. The following comment is appended: Moneys provided for employment promotion in connection with Native housing have not been recorded in the balance-sheet.—CYRIL G. COLLINS, Controller and Auditor-General.

## NATIVE-LAND-DEVELOPMENT SCHEMES.

## INTEREST ACCOUNT FOR YEAR ENDED 31ST MARCH, 1941.

£	£
Interest on loan capital .. .. .	82,141
Interest on advances from Consolidated Fund under section 8, Finance Act, 1929 .. .. .	92
Balance, transferred to Revenue Account .. .. .	44,189
	<u>£126,422</u>
Interest on amounts expended on development schemes and advances to settlers .. .. .	123,775
Interest on advances under section 340, Native Land Act, 1931 (Maori Land Boards) .. .. .	198
Interest on advances under section 521, Native Land Act, 1931 (Native Trustee) .. .. .	2,066
Interest on advances under section 48, Native Land Amendment Act, 1936 (Native settlers) .. .. .	376
Interest on Oturei mortgage .. .. .	7
	<u>£126,422</u>

## REVENUE ACCOUNT FOR YEAR ENDED 31ST MARCH, 1941.

£	£
Depreciation—	
Departmental motor-vehicles .. .. .	66
Departmental surveyors' equipment .. .. .	25
	91
Profit, transferred to Net Revenue Account .. .. .	44,098
	<u>£44,189</u>
Balance, transferred from Interest Account! .. .. .	44,189
	<u>£44,189</u>

NATIVE-LAND-DEVELOPMENT SCHEMES—*continued*.  
NET REVENUE ACCOUNT FOR YEAR ENDED 31ST MARCH, 1941.

	£		£
Adjustments, including writings-off previous years ..	8	Balance, 1st April, 1940 .. .. .	38,505
Previous year's losses—		Profit, transferred from Revenue Account .. .. .	44,098
Bulk purchases .. .. .	700	Previous year's profits—	
Schemes revalued .. .. .	26,479	Bulk purchases .. .. .	27,397
		Bush-scheme closed .. .. .	4,790
Balance, 31st March, 1941 .. .. .	87,603		32,187
	<u>£114,790</u>		<u>£114,790</u>

BALANCE-SHEET AS AT 31ST MARCH, 1941.

<i>Liabilities.</i>	£	<i>Assets.</i>	£
Loan capital: Public Works Fund .. .. .	2,156,583	Native-land development—	
Liability to Consolidated Fund—		Settlement expenditure, including interest	2,317,192
Advance under section 8, Finance Act, 1929: Principal .. .. .	2,100	Advances under section 48, Native Land Amendment Act, 1936 (Native settlers)	7,781
Interest on loan capital .. .. .	102,845	Interest accrued .. .. .	68
	104,945		2,325,041
Sundry creditors—		Advances—	
Departmental .. .. .	7,848	Native Trustee under section 521, Native Land Act, 1931 .. .. .	47,276
Miscellaneous .. .. .	42,124	Interest accrued .. .. .	1,005
Employment-promotion grant unexpended .. .. .	10,517		48,281
	60,489	Maori Land Boards under section 340, Native Land Act, 1931 .. .. .	4,362
Writings-off in Suspense .. .. .	5,248	Interest accrued .. .. .	68
Net Revenue Account—			4,430
Balance, 1st April, 1940 .. .. .	38,505	Oturei Block .. .. .	270
Plus—		Interest accrued .. .. .	5
Excess income over expenditure, 1940–41 .. .. .	44,098		275
Bush-scheme closed .. .. .	4,790		52,986
Previous year's profits on bulk purchases .. .. .	27,397	Departmental motor-vehicles .. .. .	8
	76,285	Surveyors' equipment .. .. .	178
	114,790		186
Less previous year's losses—		Sundry debtors—	
Adjustments: Assets written off .. .. .	8	Departmental .. .. .	1,222
Bulk purchases .. .. .	700	Miscellaneous .. .. .	25,743
Schemes revalued .. .. .	26,479	Advances to Maori Land Board (Installments: Principal, £2,937; interest, £1,505) .. .. .	4,442
	27,187		31,407
	87,603	Losses in Suspense .. .. .	5,248
	<u>£2,414,868</u>		<u>£2,414,868</u>

O. N. CAMPBELL, Under-Secretary.

M. J. LAWLESS, A.R.A.N.Z., Accountant.

NOTES.—(1) Expenditure from employment promotion grants on development schemes since inception, amounting to £1,351,189, is not included in the settlement expenditure above. (2) Administration expenses have been paid from vote, Native, Consolidated Fund, since 1st April, 1936; prior to that date the salaries and expenses of the Field Supervisors were paid from vote, Native Land Settlement, and were debited in those years to the Revenue Account.

I hereby certify that the Revenue 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 explanatory notes dealing with departmental accounts generally as appearing at commencement of parliamentary return B.—1 [Pt. IV], and to the following comments: (1) The loading of the various schemes for administration expenses is not sufficient to cover the full cost; (2) moneys expended out of the Surveys of Native Land Account on Native-land-development schemes have not been recouped; (3) in the opinion of the Audit Office, expenditure from the Public Works Fund on Native-land-development areas incurred prior to the assumption of control by the Native Department and included in the Crown Lands Balance-sheet should be reflected in the accounts of the Native-land-development schemes.—CYRIL G. COLLINS, Controller and Auditor-General.

NATIVE TRUSTEE.

INTEREST ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 1941.

<i>Dr.</i>	£	<i>Cr.</i>	£
Interest allocated to amounts held under—		Interest on mortgage and other investments .. .. .	26,011
Native Land Act, 1931, Part III .. .. .	4,936		
Native Land Act, 1931, Part X .. .. .	1,622		
Native Land Act, 1931, Miscellaneous .. .. .	84		
	6,642		
Native Trustee Act, 1930 .. .. .	436		
Native Purposes Act, 1931 .. .. .	110		
Maori Purposes Fund Act, 1934–35 .. .. .	1,733		
Native Housing Amendment Act, 1938 .. .. .	692		
West Coast Settlement Reserves Act, 1892 .. .. .	187		
Miscellaneous funds .. .. .	30		
Interest on advances under—			
Native Land Act, 1931, section 521 .. .. .	2,066		
Post Office loan .. .. .	793		
	2,859		
Surplus carried to Reserve Account .. .. .	13,322		
	<u>£26,011</u>		<u>£26,011</u>

NATIVE TRUSTEE—*continued.*

## REVENUE ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 1941.

<i>Dr.</i>		<i>Cr.</i>	
Administration expenses: Contribution to Consolidated Fund .. .. .	£ 12,200	Balance from Interest Account .. .. .	£ 13,322
Net surplus carried to Appropriation Account .. .. .	6,808	Commission .. .. .	4,597
		Fees .. .. .	486
		Net working profit on properties acquired under mortgage	603
	<u>£19,008</u>		<u>£19,008</u>

## APPROPRIATION ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 1941.

<i>Dr.</i>		<i>Cr.</i>	
Transfer to Assurance and Reserve Fund Account .. .. .	£ 9,937	Balance, 1st April, 1940 .. .. .	£ 18,568
Balance, 31st March, 1941 .. .. .	15,536	Adjustments previous years .. .. .	97
		Net surplus from Revenue Account .. .. .	6,808
	<u>£25,473</u>		<u>£25,473</u>

## BALANCE-SHEET OF THE NATIVE TRUSTEE AS AT 31ST MARCH, 1941.

<i>Liabilities.</i>		<i>Assets.</i>	
Amounts held under—	£	Mortgages and other investments	£
Native Reserves Act, 1882 .. .. .	62,459	(book value)—	
West Coast Settlement Reserves Act, 1892 .. .. .	45,176	Mortgages .. .. .	409,747
Native Land Act, 1931, Part X .. .. .	56,511	Less assignment to Post Office .. .. .	19,470
Native Land Act, 1931—			390,277
Maori Land Board funds .. .. .	189,250	Local-body securities .. .. .	5,100
Special investments .. .. .	450	Properties acquired under mortgage .. .. .	15,729
Miscellaneous .. .. .	6,878	Advances (on overdraft) to estates and accounts .. .. .	165,299
	<u>196,578</u>	Fixed deposit with National Bank of New Zealand .. .. .	20,000
Native Trustee Act, 1930 .. .. .	18,134		596,405
Native Purposes Act, 1931 .. .. .	3,286	Loans: Native housing (special) .. .. .	67,188
Maori Purposes Fund Act, 1934–35 .. .. .	44,326	Interest and rent due and accrued .. .. .	14,363
Miscellaneous funds .. .. .	21,890	Sundry debtors .. .. .	8,472
	<u>448,360</u>	Balances—	
Housing Fund (Special) .. .. .	129,051	Cash at bank .. .. .	42,703
Sundry creditors .. .. .	60	Cash in hand .. .. .	55
Native Land Act, 1931, section 521—		Cash at branches .. .. .	22,897
Advances under .. .. .	60,000		65,655
Less repayments .. .. .	12,723	Losses in Suspense .. .. .	329
	<u>47,277</u>		
Interest accrued on loans .. .. .	1,438		
Writings off in Suspense .. .. .	329		
Reserve against unpaid interest .. .. .	1,269		
Special reserve against claims .. .. .	159		
Assurance and Reserve Account .. .. .	107,738		
Investment Fluctuation Account .. .. .	1,195		
Profit and Loss Appropriation Account .. .. .	15,536		
	<u>125,897</u>		
	<u>£752,412</u>		<u>£752,412</u>

O. N. CAMPBELL, Under-Secretary and Native Trustee.

M. J. LAWLESS, A.R.A.N.Z., Accountant.

I hereby certify that the Balance-sheet and accompanying accounts have been duly examined and compared with the relative books, documents, and securities submitted for audit, and correctly state the position as disclosed thereby. The following comment is appended: The advances made to the East Coast Maori Soldiers Fund by the Native Trustee exceed the value of the realizable assets of the Fund.—J. P. RUTHERFORD, Deputy Controller and Auditor-General.

## POST AND TELEGRAPH DEPARTMENT.

## POSTAL BRANCH.

## PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 1941.

<i>Dr.</i>		<i>Cr.</i>	
Working-expenses .. .. .	£ 1,728,248	Postages .. .. .	£ 1,438,353
Depreciation ( <i>b</i> ) .. .. .	38,260	Rent received .. .. .	17,785
Profit, before charging interest on capital, carried down .. .. .	17,102	Private box and bag rents .. .. .	30,566
		Rural delivery fees .. .. .	27,923
		Money-order and postal-note commission .. .. .	69,721
		Miscellaneous revenue .. .. .	199,262
	<u>£1,783,610</u>		<u>£1,783,610</u>
	<u>£</u>		<u>£</u>
Interest on capital ( <i>a</i> ) .. .. .	95,188	Profit brought down .. .. .	17,102
		Loss on year's working transferred to General Profit and Loss Account .. .. .	78,086
	<u>£95,188</u>		<u>£95,188</u>

POST AND TELEGRAPH DEPARTMENT—*continued.*

## TELEGRAPH BRANCH.

## PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 1941.

<i>Dr.</i>				£	<i>Cr.</i>				£
Working-expenses	..	..	..	420,967	Revenue	..	..	..	352,606
Depreciation ( <i>b</i> )	..	..	..	35,235	Miscellaneous	..	..	..	71,080
					Rents received	..	..	..	1,230
					Loss carried down	..	..	..	31,286
				<u>£456,202</u>					<u>£456,202</u>
				£					£
Loss brought down	..	..	..	31,286	Loss on year's working	..	..	..	58,650
Interest on capital ( <i>a</i> )	..	..	..	27,364					
				<u>£58,650</u>					<u>£58,650</u>

## TELEPHONE BRANCH.

## PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 1941.

<i>Dr.</i>				£	<i>Cr.</i>				£
Working-expenses	..	..	..	865,534	Telephone revenue	..	..	..	1,757,386
Depreciation ( <i>b</i> )	..	..	..	405,595	Rents received	..	..	..	6,560
Profit, before charging interest on capital, carried down				492,817					
				<u>£1,763,946</u>					<u>£1,763,946</u>
				£					£
Interest on capital ( <i>a</i> )	..	..	..	373,458	Profit brought down	..	..	..	492,817
Profit on year's working	..	..	..	119,359					
				<u>£492,817</u>					<u>£492,817</u>

## TOLL BRANCH.

## PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 1941.

<i>Dr.</i>				£	<i>Cr.</i>				£
Working-expenses	..	..	..	374,568	Revenue	..	..	..	891,902
Depreciation ( <i>b</i> )	..	..	..	140,940	Rents received	..	..	..	4,923
Profit carried down	..	..	..	411,139	Miscellaneous	..	..	..	29,822
				<u>£926,647</u>					<u>£926,647</u>
				£					£
Interest on capital ( <i>a</i> )	..	..	..	109,457	Profit brought down	..	..	..	411,139
Profit on year's working	..	..	..	301,682					
				<u>£411,139</u>					<u>£411,139</u>

## SERVICE GARAGE.

## PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 1941.

<i>Dr.</i>				£	<i>Cr.</i>				£
Working-expenses	..	..	..	116,273	Revenue	..	..	..	131,949
Depreciation ( <i>b</i> )	..	..	..	14,053					
Profit carried down	..	..	..	1,623					
				<u>£131,949</u>					<u>£131,949</u>
				£					£
Interest on capital ( <i>a</i> )	..	..	..	7,575	Profit brought down	..	..	..	1,623
					Loss on year's working	..	..	..	5,952
				<u>£7,575</u>					<u>£7,575</u>

## WIRELESS BRANCH.

## PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 1941.

<i>Dr.</i>				£	<i>Cr.</i>				£
Working-expenses	..	..	..	33,546	Revenue on wireless traffic	..	..	..	19,590
Depreciation ( <i>b</i> )	..	..	..	2,844	Loss carried down	..	..	..	16,800
				<u>£36,390</u>					<u>£36,390</u>
				£					£
Loss brought down	..	..	..	16,800	Loss on year's working	..	..	..	19,158
Interest on capital ( <i>a</i> )	..	..	..	2,358					
				<u>£19,158</u>					<u>£19,158</u>

POST AND TELEGRAPH DEPARTMENT—*continued*.

## GENERAL PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31st MARCH, 1941.

<i>Dr.</i>	£	<i>Cr.</i>	£
Postal Branch: Loss .. .. .	78,086	Toll Branch: Profit .. .. .	301,682
Telegraph Branch: Loss .. .. .	58,650	Telephone Branch: Profit .. .. .	119,359
Wireless Branch: Loss .. .. .	19,158		
Service Garage: Loss .. .. .	5,952		
Net Profit .. .. .	259,195		
	<u>£421,041</u>		<u>£421,041</u>

## GENERAL PROFIT AND LOSS APPROPRIATION ACCOUNT FOR THE YEAR ENDED 31st MARCH, 1941.

<i>Dr.</i>	£	<i>Cr.</i>	£
Payment to Treasury .. .. .	30,000	Balance .. .. .	295,233
Balance—		General Profit and Loss Account .. .. .	259,195
(1) Post and Telegraph Act, 1928, section 95			
(d): Due to Consolidated Fund ..	495,158		
(2) Retained by Post Office Account ..	29,270		
	<u>524,428</u>		
	<u>£554,428</u>		<u>£554,428</u>

## SAVINGS-BANK BRANCH.

## PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31st MARCH, 1941.

<i>Dr.</i>	£	<i>Cr.</i>	£	£
Interest credited to depositors .. .. .	1,666,246	Interest received .. .. .	1,816,021	
Management expenses .. .. .	216,266	Plus interest accrued to 31st March, 1941	466,631	
			<u>2,282,652</u>	
		Less interest accrued to 31st March, 1940	436,786	
			<u>1,845,866</u>	
		Sundry receipts .. .. .	28,759	
		Balance carried to Appropriation Account ..	7,887	
	<u>£1,882,512</u>			<u>£1,882,512</u>

## APPROPRIATION ACCOUNT FOR THE YEAR ENDED 31st MARCH, 1941.

<i>Dr.</i>	£	<i>Cr.</i>	£
Savings-bank profits paid to Consolidated Fund ..	20,000	Balance brought forward .. .. .	21,615
Profit and Loss Account .. .. .	7,887	Balance carried forward .. .. .	6,272
	<u>£27,887</u>		<u>£27,887</u>

## BALANCE-SHEET FOR THE NEW ZEALAND POST OFFICE SAVINGS-BANK AS AT 31st MARCH, 1941.

<i>Dr.</i>	£	<i>Cr.</i>	£
Balance at credit of depositors' accounts .. ..	63,046,694	Cash on hand and at bank .. .. .	699,738
Letters of credit and other liabilities .. .. .	27,443	Investments .. .. .	63,080,560
Reserve Fund .. .. .	1,176,686	Interest accrued on investments .. .. .	466,631
Advances to Postmasters, &c., of stamps, &c. ..	78	Thrift stamps held by teachers .. .. .	11
Advance for school savings-bank expenses .. ..	5,000	Sundry debtors .. .. .	2,689
		Profit and Loss Appropriation Account .. ..	6,272
	<u>£64,255,901</u>		<u>£64,255,901</u>

P. CUTFORTH, A.R.A.N.Z., Director of Accounts.

J. G. YOUNG, Director-General, Post and Telegraph Department.

I hereby certify that the Profit and Loss 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.  
—CYRIL G. COLLINS, Controller and Auditor-General.

## POST AND TELEGRAPH DEPARTMENT—continued.

BALANCE-SHEET AS AT 31ST MARCH, 1941.

*Receipts and Expenditure on Capital Account.*

<i>Dr.</i>	As at 1st April, 1940.	Amount debited during Year.	As at 31st March, 1941.	<i>Cr.</i>	Capital as at 1st April, 1940.	Amount received during Year.	Capital as at 31st March, 1941.
Expenditure—							
Telegraph and toll systems, including works in progress	£ 3,000,686	£ 32,750	£ 3,033,436	Receipts— Public Works Fund .. .. Aeradio Adjustment Account (Consolidated Fund contribution to aeradio assets)	£ 15,968,297	£ 602,890	£ 16,571,187
Telephone-exchange systems, including works in progress	9,678,891	267,722	9,946,613		68,094	45,319	113,413
Wireless systems ..	47,262	1,050	48,312				
Buildings and sites ..	3,985,679	347,262	4,332,941				
Tools and plant ..	61,228	5,421	66,649				
Motor assets ..	334,476	<i>Cr.</i> 4,212	330,264				
Furniture and fittings ..	204,982	8,637	213,619				
Aeradio systems—							
Communication equipment	66,258	10,044	76,302		16,036,391	648,209	16,684,600
Buildings ..	1,836	35,275	37,111	Balance carried to General Balance-sheet	1,344,907	55,740	1,400,647
	17,381,298	703,949	18,085,247		17,381,298	703,949	18,085,247

## GENERAL BALANCE-SHEET.

Liabilities.		£	£
Sundry creditors—		68,474	
Money-order payees for unpaid money-orders	..	96,717	
Other Administrations, on money-order, postal, and cable accounts	..	83,973	
Postal-note payees for unpaid postal notes	..	623	
National savings coupons sold and unredeemed	..	1,201,037	
Sundry other creditors ..	..	1,855,922	
Other Government Departments ..	..		3,306,746
Assets written off Reserve Account	..		3,895
War Loan Certificate Account ..	..		4,801
Post Office Investment Certificate Account	..		424,167
Money-order Settlement Account ..	..		21,577
National Savings Fund Account ..	..		637,705
National Savings Bond Fund Account	..		603,830
Postmasters: For advance to Postmasters of stamps, postal notes, British postal orders, Post Office investment certificates, and other documents of value, including stocks held in the General Post Office	..		
Stamps held in Head Office and in transit	..		6,027,332
Depreciation Reserve (including maintenance and renewals, equalization reserve, telegraph, toll, and telephone systems)	..		25,254,244
Fire Insurance Reserve ..	..		5,393,077
War Damage Insurance Reserve ..	..		170,000
Profit and Loss Appropriation Account	..		203,908
			524,428
			<u>£42,578,510</u>

NOTES.—(a) Interest on so much of capital as is equal in amount to Depreciation Reserve investments is at the average earning-rate on such investments; interest on balance of capital is at 4½ per cent. (b) Depreciation has been allowed for on balance of assets as at 1st April, 1940, the total charge being carried to Depreciation Reserve.

P. CUTFORTH, A.R.A.N.Z., Director of Accounts.

J. G. YOUNG, Director-General, Post and Telegraph Department.

I hereby certify that the Profit and Loss Accounts 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 enfaced thereon.—CYRIL G. COLLINS, Controller and Auditor-General.

## SMALL FARMS SCHEME.

## REVENUE ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 1941.

<i>Dr.</i>				<i>Cr.</i>			
Interest on capital—		£	£	Rents receivable .. .. .		£	£
Public Works Fund .. ..	71,395			Interest receivable on—			4,669
Consolidated Fund .. ..	1,560			Current Account mortgage .. ..	6,946		
			72,955	Instalment mortgage .. ..	12,781		
Rent payable .. .. .			716	Share-milkers' loans .. ..	902		
Remissions under Mortgagors and Lessees Rehabilitation Act, 1936—				Miscellaneous advances .. ..	2		
Principal .. .. .	1,719						20,631
Interest .. .. .	3			Interest accrued on loan to Napier Harbour Board ..	1,194		
			1,722	Interest on development expenditure recouped ..	9,336		
Rebates .. .. .	226			Rebates on superphosphate .. ..	321		
Travelling-expenses .. ..	13			Surplus on disposal of properties .. ..	832		
Accident compensation .. ..	1,144			Profit on disposal of developed blocks .. ..	11		
Miscellaneous expenses .. ..	18			Balance: Loss for year carried down .. ..	48,137		
Deficit on disposal of properties .. ..	205						
Losses on realization of advances to small-farm occupiers	6,463						
Losses on disposal of developed blocks .. ..	1,669						
			£85,131				£85,131
Balance—		£		Interest on development expenditure recouped in respect of previous years .. ..	16,688		
Loss brought forward from 31st March, 1940 ..	108,730			Balance: Loss to 31st March, 1941 .. ..	140,179		
Loss brought down .. .. .	48,137						£156,867
			£156,867				

## BALANCE-SHEET AS AT 31ST MARCH, 1941.

<i>Liabilities.</i>				<i>Assets.</i>			
Capital—		£	£	Land—		£	£
Public Works Fund .. ..	2,017,615			Leased .. .. .	79,797		
Consolidated Fund .. ..	39,000			Unleased .. .. .	358,034		
Land donated .. .. .	1,115			Blocks under development			437,831
			2,057,730	Gross capital expenditure on development .. ..	1,861,827		
Subsidies—				Expenditure on live-stock, chattels, and farm working .. ..	245,836		
Employment Promotion Fund .. ..	469,260						2,107,663
Consolidated Fund .. ..	397,076			Loan to Napier Harbour Board (Ahuriri Lagoon) .. ..	29,821		
			866,336	Add accrued interest .. .. .	1,454		
Loan from Social Security Fund .. ..			3,161	Advances to small-farm occupiers—			31,275
Land set aside for small farms—				Current Account .. .. .	£		
Crown Lands Account .. ..	58,259			Improvements .. .. .	66,898		
Education Endowment Account .. ..	2,547			Stock and chattels .. .. .	60,194		
			60,806				127,092
Rent accrued: Crown Lands Account .. ..			361	Instalment mortgages .. .. .	277,810		
Creditors—				Miscellaneous .. .. .	2		
Rent .. .. .	565						404,904
Departmental .. .. .	1,271			Advances under share-milking agreements .. ..			14,970
Miscellaneous .. .. .	12,408			Realization Account: Properties in course of realization			6,725
			14,244	Debtors—		£	
Water Supply Account: Maintenance .. ..			838	Rent owing by small-farm-occupiers .. ..	4,539		
Payments in advance—				Principal—		£	
Rent .. .. .	144			Instalment mortgages .. ..	1,865		
Principal—				Share-milkers' loans .. ..	1,193		
Instalment mortgages .. ..	155						3,058
Share-milkers' loans .. ..	123			Interest—			
			278	Instalment mortgages .. ..	4,310		
Interest—				Share-milkers' loans .. ..	163		
Instalment mortgages .. ..	490			Current accounts .. .. .	5,483		
Share-milkers' loans .. ..	24						9,956
Current accounts .. .. .	28			Departmental .. .. .	4,861		
			542	Miscellaneous .. .. .	188		
			964				22,602
Accrued interest on capital on blocks being developed			128,061	Deposits held by dairy companies .. ..	776		
Rent Adjustment Account .. .. .			295	Less Reserve .. .. .	194		
Writings-off in Suspense .. ..			6,807				582
Capital Reserve: Special assets taken over at book value .. ..			39,453	Interest Adjustment Account .. ..			4,097
Treasury Adjustment Account .. .. .			171,321	Interest unrecouped on development expenditure ..			128,061
			£3,350,377	Rents unrecouped on leasehold interests on blocks since acquired .. ..			586
				Losses in Suspense Account .. .. .			6,807
				Subsidies in respect of blocks disposed of—		£	
				Consolidated Fund .. .. .	14,001		
				Employment Promotion Fund .. ..	30,094		
							44,095
				Revenue Account: Balance carried forward .. ..			140,179
							£3,350,377

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 blocks. (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, £128,061."

R. G. MACMORRIS, 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.

STATE FOREST SERVICE.  
SUMMARY OF PLANTATION OPERATIONS TO 31st MARCH, 1941.

Plantation.	Expenditure to Date.	Compound Interest on Actual Expenditure.	Expenditure from Unemployment Fund.	Cost of Trees.	Compound Interest on Cost of Trees.	Land Rental compounded.	Total.	Revenue.	Compound Interest on Revenue.	Value of Buildings and Departmental Property.	Debt on Planted Area.	Total.	Areas planted.	Cost to Date per Acre.	Age of Plantation.
	£	£	£	£	£	£	£	£	£	£	£	£	Acres.	£ s. d.	Years.
NORTH ISLAND.															
Maranarua ..	81,693	32,002	9,405	4,173	2,121	2,839	132,233	447	100	8,917	122,769	132,233	12,311	9 19 5	13
Riverhead ..	79,907	31,453	11,365	8,206	4,177	1,827	136,935	1,466	343	8,168	126,558	136,935	11,077	11 9 3	15
Tarua ..	94,976	28,209	16,723	18,870	5,278	2,197	166,253	919	153	16,589	148,592	166,253	13,143	11 6 1	12
Puhipuhi ..	17,615	11,459	2,521	741	833	485	33,654	1,229	280	1,031	31,114	33,654	1,209	25 14 8	23
Kaigara ..	760,447	303,776	144,512	161,665	114,131	75,437	1,559,968	6,971	2,360	91,597	1,439,040	1,559,968	259,183	5 12 7	30
Roroehu ..	69,882	1,195	5,598	39	39	700	83,232	1,587	41	42,246	39,418	83,292	4,031	9 15 7	4
Waioapu ..	161,788	187,388	7,279	25,906	66,851	7,077	456,289	12,822	2,007	16,036	435,424	456,289	7,051	60 6 8	43
Whakarewarewa ..	208,793	230,141	8,271	23,436	57,611	9,655	537,907	24,366	7,204	20,015	486,322	537,907	8,033	60 10 10	42
Karihi ..	105,228	34,413	25,737	21,996	7,549	6,422	201,336	1,594	487	18,429	180,826	201,336	17,334	10 8 8	15
Kauaeranga ..	1,651	..	638	285	..	..	2,574	..	..	560	2,014	2,574	277	7 5 5	1
SOUTH ISLAND.															
Golden Downs ..	199,210	43,232	42,291	48,438	14,734	12,568	360,523	2,181	386	30,130	327,326	360,523	20,221	16 4 3	14
Westland ..	34,882	12,072	2,031	10,314	3,632	345	63,326	346	27	3,065	59,888	63,326	3,090	19 7 7	18
Balmoral ..	168,749	88,089	23,108	38,421	31,051	15,689	364,567	9,403	2,423	15,298	337,443	364,567	21,304	15 16 9	24
Eyrewell ..	136,022	42,908	21,476	18,177	9,265	17,132	244,680	956	155	15,574	228,295	244,680	18,343	12 8 11	13
Hannar Springs ..	163,126	126,850	15,914	23,378	34,126	17,915	381,309	11,460	4,176	13,194	352,479	381,309	7,803	45 3 5	39
Blue Mountains ..	46,744	29,630	9,421	12,860	11,576	1,542	111,773	1,678	412	12,750	97,033	111,773	6,723*	14 8 8	16
Conical Hill ..	140,858	125,319	24,898	23,101	51,354	15,821	381,301	6,807	6,582	66,713	301,199	381,301	4,151	72 11 2	38
Greenvale-Dusky ..	134,371	104,975	23,237	29,186	49,696	10,426	331,801	11,237	2,275	52,266	286,023	351,801	4,372	65 8 5	43
Naseby ..	54,280	50,194	7,112	27,469	47,949	3,368	191,463	2,300	978	9,109	179,076	191,463	3,356	53 7 2	42
Pebbly Hills ..	40,832	7,435	9,401	12,128	5,636	2,217	77,052	514	95	11,304	65,139	77,052	4,340	15 0 2	11
Ashley ..	19,728	91	1,213	955	..	282	22,269	272	3	7,481	14,513	22,269	901	16 2 2	2
EXPERIMENTAL STATIONS.															
Waipoua ..	29,966	1,297	7,880	1,295	151	70	40,659	308	..	15,159	25,192	40,659	2,778	9 1 4	7
Dumgree ..	16,827	28,357	321	4,008	11,723	12,172	73,408	5,003	5,487	317	62,601	73,408	342	183 0 10	38
Erua ..	20,981	2,789	9,470	5,945	917	..	40,102	474	16	5,947	33,665	40,102	4,305	7 16 5	13
Galloway ..	69	123	..	16	28	1	237	..	..	4	233	237	2	116 10 0	25
Gimberburn ..	3,621	9,578	..	3,288	9,932	1,077	27,496	3,270	3,588	33	20,605	27,496	88	234 3 0	40
Raincliff ..	2,483	2,257	..	15	8	2,906	7,669	12	40	140	7,477	7,669	206	36 5 11	39
Waitahuna ..	..	..	..	..	..	..	..	..	..	..	..	..	..	..	..
Longwood ..	33	..	..	..	..	..	..	..	..	..	..	..	..	..	..
Omarama ..	70	..	..	..	..	..	..	..	..	..	..	..	..	..	..
Taparui ..	50,135	1,550	..	4,292	..	183	56,714	1,381	164	14,247	40,922	56,714	2,304*	17 15 3	8
Mangonui ..	143	..	..	..	..	..	143	..	..	..	143	143	..	..	..
	2,845,110	1,536,782	430,626	534,212	538,833	221,753	6,107,336	108,963	39,782	496,422	5,462,229	6,107,336	..	..	..

\* Portion of Blue Mountains area transferred to Taparui.

NOTE.

Main Balance-sheet: Plantations ..	£	5,958,651
Value of buildings, &c., above ..	£	496,422
Debt on planted area ..	£	5,462,229
		<u>5,958,651</u>



STATE FOREST SERVICE—*continued.*

## STATE FORESTS ACCOUNT.

## INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 1941.

*General Revenue Account.*

<i>Expenditure.</i>				<i>Income.</i>			
	Super-	£			£	£	
Salaries and contributions to Public Service annuation Fund .. .. .	..	11,332		Timber—			
General management of indigenous forests—	£			Royalties .. .. .	8,760		
Postages, cables, stationery, &c. ..	1,466			Sales .. .. .	130,963		
Payments to other Departments for services rendered .. .. .	112			Trespass .. .. .	201		139,924
Forest reconnaissance, timber cruising, &c. ..	12,177			Leases—			
Legal expenses, &c. .. .. .	47			Grazing .. .. .	1,462		
Office rent, heating, lighting, and cleaning ..	1,275			Sawmilling sites .. .. .	213		
Transportation expenses and upkeep of motor-vehicles .. .. .	1,886			Industrial .. .. .	113		
Travelling and transfer and removal expenses	4,331			Miscellaneous .. .. .	51		1,839
Maintenance of buildings and departmental property .. .. .	495			Permits, miscellaneous .. .. .		632	
Forest-fire prevention: Fire-fighting wages, &c. ..	1,380			License and transfer fees .. .. .		283	
Educational—				Fees for inspections .. .. .		2,325	
Photographic records and materials .. .. .	19			Rents of departmental houses .. .. .		216	
Preparation of service bulletins, &c. .. .. .	23			Administration expenses (Forests Amendment Act, 1926)		1,329	
		42		Miscellaneous revenue .. .. .		2,824	
Forest research: Silvicultural management studies and timber-products testing .. .. .		744		Profit on Whirinaki Forest .. .. .		9,726	
Miscellaneous—							
Annual rent, Otanewainuku .. .. .	74						
Payment of special rates .. .. .	43						
Participation in Centennial Exhibition .. .. .	37						
Loss on—							
Omahuta Forest .. .. .	781						
Puketi Forest .. .. .	826						
		1,761					
Depreciation .. .. .		2,516					
Timber-control expenses .. .. .		1,831					
Balance carried forward .. .. .		117,703					
		<u>£159,098</u>				<u>£159,098</u>	

*Allocation of Revenue Account.*

<i>Dr.</i>				<i>Cr.</i>			
	£	£			£	£	
Consolidated Fund—				Balance from General Revenue Account .. .. .		117,703	
National Endowment Account revenue (Forests Act, section 39 (2)) .. .. .	20,443						
Local bodies: Fifths of revenue (Finance Act, 1924, section 17) .. .. .	19,799						
Working Railways Account (Finance Act, 1936, section 24 (1) and (2)) .. .. .	1,151						
General Reserve Account: Indigenous forests	76,310						
		117,703					
		<u>£117,703</u>				<u>£117,703</u>	

*Nurseries and Plantations.*

<i>Dr.</i>				<i>Cr.</i>			
	£	£			£	£	
Interest on loans .. .. .	101,613			Interest on commercial projects .. .. .	10,554		
Loss on Westland Nursery .. .. .	263			Net interest payable, capitalized as from 1st April, 1940 .. .. .	91,296		
				Profit on Golden Downs Nursery .. .. .	26		101,876
		<u>£101,876</u>				<u>£101,876</u>	

## STATE FORESTS ACCOUNT.

BALANCE-SHEET AS AT 31ST MARCH, 1941.

<i>Liabilities.</i>				£	£	1	<i>Assets.</i>	£
Capital Account	..	..	..	..	36,211,535		Land	1,516,680
Loans—							Standing forests	34,028,190
Debentures and stock issued—							Forest improvements, roads, tracks, protection improvements, &c.	7,323
Rate of Interest.			Amount of Loan.	£			Departmental property—Indigenous forests: Buildings, equipment, motor-vehicles, reference library, stores, &c.	13,422
Per Cent.			£				Sundry debtors—	
1½	..	..	300,000				Departmental debtors	1,239
1½	..	..	145,000				Sundry debtors	116,157
3	..	..	992,852					117,396
3½	..	..	638,795				Plantations	5,958,651
3¾	..	..	116,100				Stocks of tree-seeds	2,351
4	..	..	991,211				Regeneration areas	45,402
				3,183,958			Managed forests	63,704
Advance from Consolidated Fund at 4 per cent.	..	..	..	87,405			Utilization, sawmilling, and creosoting plant	332,474
					3,271,363		Amounts held on deposit	3,669
Sundry creditors—							Assets in Suspense	1,416
Consolidated Fund for—							Administration expenses unallocated	17,002
Loans redeemed on conversion	..	..	145,034				Charcoal Account	5,604
Interest paid	..	..	654,914				Net interest payable, capitalized as from 1st April, 1940	91,296
Interest accrued	..	..	24,584				Cash in Public Account	40,012
National Endowment Revenue	..	..	24,443					
Working Railways Account	..	..	1,151					
On open accounts—								
Departmental creditors	..	..	3,680					
Sundry creditors	..	..	24,833					
					878,639			
Reserves, general	..	..	..	1,777,970				
Liability for amounts held on deposit	..	..	..	3,669				
Reserve for assets written off	..	..	..	1,416				
					£42,244,592			£42,244,592

NOTE.—(1) Lands and standing forests other than areas purchased have been valued as follows: Prairie value, 5s. per acre; protection, £1 per acre; merchantable forests, £10 per acre; accretions during the year have been brought into the accounts at the prairie value of 5s. per acre. (2) Plantations have been valued at cost plus compound interest to 31st March, 1940, less returns compounded to 31st March, 1940. (3) The liability for advances from the Consolidated Fund is fixed by section 21 of the Finance Act, 1926, and section 3 of the Finance Act, 1926, and section 3 of the Finance Act, 1927, at £104,250. £87,405 3s. 4d. only is shown as a liability of this account, £16,844 16s. 8d. representing the expenditure on sand-dune reclamation, having been transferred without statutory authority to the Crown Lands Account.

ALEX. R. ENTRIGAN, Director of Forestry.  
W. J. C. KINLOCH, A.R.A.N.Z., Accountant.

I hereby certify that the Working Accounts, Profit and Loss Account, 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 to the explanatory notes dealing with departmental accounts generally as appearing at commencement of parliamentary return B.—1 [Pt. IV].—CYRIL G. COLLINS, Controller and Auditor-General.

## TARANAKI MAORI TRUST BOARD.

## STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 31ST MARCH, 1941.

<i>Receipts.</i>			<i>Payments.</i>		
Balances as at 1st April, 1940—	£	s. d.	Grants—	£	s. d.
In bank .. ..	4,545	6 4	Marae renovations—		
In hand: Petty cash ..	5	0 2	Puniho Pa .. ..	20	0 0
			Waipapa Pa .. ..	101	10 6
Compensation grant .. ..			Iakere Pa .. ..	538	11 2
Waipapa Pa-Marae renovation grant .. ..			Ketetahi Pa .. ..	17	1 3
Rent: Office premises .. ..			Ketemarae Pa .. ..	152	13 11
Sale: Souvenir booklet .. ..			Kairau Pa .. ..	282	8 3
Refunds—			Carved meeting-house .. ..	65	8 0
Social security tax .. ..	29	16 10			1,177 13 1
Office sundry .. ..	1	0 0	Marae, miscellaneous—		
		30 16 10	Waipapa Pa .. ..	49	16 0
			Ketetahi Pa .. ..	50	0 0
			Puniho Pa .. ..	50	0 0
			Manukorihi Pa .. ..	9	16 10
					159 12 10
			Special—		
			Raumoa Balneavis (deceased)	50	1 3
			Wreath: The late M. J. Savage .. ..	3	0 0
					53 1 3
			Health: District nurses .. ..		375 0 0
			Education—		
			Rima Wakarua Memorial Fund .. ..	174	0 0
			Maori Girls' Cottage: Pungarehu .. ..	150	0 0
					324 0 0
			District—		
			Ngarauru .. ..	198	3 3
			Ngatiruanui .. ..	161	4 2
			Ngaruahine .. ..	100	2 6
			Taranaki .. ..	65	13 0
			Te Atiawa .. ..	137	9 7
			Ngatimaru .. ..	112	12 4
			General Account .. ..	67	11 3
					842 16 1
					2,932 3 3
			Purchase: Office premises (land and building) ..	1,500	0 0
			West Coast Reserves Beneficiaries' Association ..	1	17 9
			Administration of the Board—		
			Members' allowance and expenses .. ..	74	6 8
			Secretary's salary .. ..	288	12 10
			Countersigning officer: Honorarium .. ..	10	0 0
			Wages: Assistant .. ..	15	0 0
			Office—		
			Travelling-expenses .. ..	19	7 4
			Audit .. ..	9	18 0
			Phone box: Toll .. ..	49	16 8
			Rent and rates .. ..	65	19 0
			Stationery .. ..	16	2 1
			Stamps .. ..	3	11 6
			Sundry .. ..	34	8 11
			Telegrams .. ..	0	7 5
			Insurance .. ..	3	3 1
			Power .. ..	2	18 5
			Bank charge .. ..	0	10 0
				206	2 5
					594 1 11
					5,028 2 11
			Balance—		
			In bank on current account .. ..	2,952	6 3
			In bank on fixed deposit .. ..	600	0 0
			In hand: Petty cash .. ..	5	0 2
				3,557	6 5
			War loan (duration and six months—interest free) ..	1,000	0 0
					4,557 6 5
					£9,585 9 4
					£9,585 9 4



BALANCE-SHEET AS AT 31ST MARCH, 1941.

W. WAKARUA, Secretary.

The Audit Office, having examined the Balance-sheet and accompanying accounts required by law to be audited, hereby certifies them to be correct subject to the following comment: As Parliament has not provided in the appropriations for the payment of the compensation grant of £3,000, the item "Compensation grant outstanding, £3,000," should not be shown in the Balance-sheet as an asset of the Board.—CYRIL G. COLLINS, Controller and Auditor-General.

The Audit Office, having examined the balance-sheet and accompanying accounts required by law to be audited, hereby certifies them to be correct.—CYRIL G. COLLINS, Controller and Auditor-General.



NEW ZEALAND REPARATION ESTATES—*continued.*

## BALANCE-SHEET AS AT 31ST MARCH, 1941.

<i>Liabilities.</i>				<i>Assets.</i>			
	£	s.	d.		£	s.	d.
Capital Account .. .. .	690,580	0	4	Properties unoccupied—			
Reserves—				Land .. .. .	82,779	4	6
Blackboys' Repatriation Con-				Buildings .. .. .	38	19	0
tingency Account .. .. .	1,706	1	9	Improvements .. .. .	2,292	7	11
Plantation renewals .. .. .	7,670	5	10				85,110 11 5
Niuean labour: Deferred pay ..	192	7	3	Properties occupied or leased—			
	9,568	14	10	Residential and Head Office—			
Sundry creditors—				Land .. .. .	16,965	5	8
Ordinary .. .. .	1,091	6	9	Buildings .. .. .	26,380	12	8
Personal accounts in credit ..	404	1	11	Plant and machinery—			
	1,495	8	8	Saleufi Iceworks .. .. .	547	4	0
Cocoa Consignments Lessees ..	77	14	6	Furniture and office plant ..	476	5	2
Deposits Account .. .. .	171	12	6				44,369 7 6
Banana Scheme Account .. .. .	17,424	8	7	Plantations leased—			
Less scheme assets .. .. .	4,756	16	4	Land .. .. .	87,949	9	1
	12,667	12	3	Buildings .. .. .	15,235	10	4
Writings-off in Suspense .. .. .	1,283	2	3	Improvements .. .. .	5,527	9	4
Paymaster-General's Suspense Account ..	163	13	8				108,712 8 9
Profit and Loss Appropriation Account ..	49,641	11	11	Plantations worked—			
				Land .. .. .	313,593	5	11
				Buildings .. .. .	24,193	4	11
				Other improvements .. .. .	30,731	2	2
				Plant and machinery .. .. .	1,771	13	1
				Furniture .. .. .	333	2	5
				Stores .. .. .	291	1	2
				Live-stock .. .. .	23,707	4	9
							394,620 14 5
				Plant and machinery—			
				Engineers' and carpenters' shop ..	254	1	1
				Weighbridge .. .. .	41	0	0
				Yard plant .. .. .	153	10	0
				Blacksmith shop .. .. .	7	6	11
							455 18 0
				Sundry assets—			
				Motor boats and equipment .. ..	1,042	19	0
				Motor lorries and car .. .. .	539	0	6
				Leaupuni water-supply .. .. .	147	16	0
							1,729 15 6
				Sundry debtors—			
				Rents, &c. .. .. .	3,611	10	4
				Ordinary debtors .. .. .	828	7	7
					4,439	17	11
				Less reserve for bad and			
				doubtful debts .. .. .	954	5	6
							3,485 12 5
				Secured debtors—			
				Land purchases .. .. .	1,939	13	2
				Mortgages .. .. .	2,404	7	4
				Bill of sale .. .. .	693	5	3
							5,037 5 9
				Bank of New Zealand Account ..			890 16 10
				Paymaster-General's Account ..			81,331 17 6
				London Suspense Account .. ..			74 7 3
				Payments in advance—			
				Rent, &c. .. .. .	100	18	0
				Sundries .. .. .	4	8	0
							105 6 0
				Stores and stocks on hand .. ..			7,954 13 1
				Goods in transit .. .. .			307 2 6
				Produce on hand and consignment ..			16,682 1 11
				Duty Deposit Account .. .. .			25 0 0
				Losses on realization .. .. .			6,778 7 3
				Outstanding losses in Suspense ..			1,283 2 3
				Exchange Account .. .. .			3,048 5 1
				Exchange Suspense Account .. ..			79 16 3
				Cash on hand and at bank .. ..			3,567 1 3
							£765,649 10 11
							£765,649 10 11

I hereby certify that the Profit and Loss Account, Trading 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.—CYRIL G. COLLINS, Controller and Auditor-General.

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