Invercargill respectively; Messrs. A. Morrow, W. C. Spencer, G. A. Beere, E. W. Laseron, E. H. Featon, W. Tole, and H. T. Wadie, Draughtsmen; E. C. Douglas, Explorer; and Messrs. W. B. Harlow, D. M. McGoun, J. Rodger, and H. J. Taylor, clerks. All these have served the Dominion very faithfully, and, in the cases of most of the senior officers, with marked ability. The promotions which necessarily follow on these retirements will more properly be dealt with in next year's report. A statement of the expenditure of the Department, which is under the charge of Mr. R. A. Paterson, is appended. The Chief Clerk of the Head Office, Mr. F. T. O'Neill, has shown a full appreciation of the responsibilities of his position, and I am indebted to him and Mr. Paterson for the successful carrying-on of the Immigration Branch of this Department. Mr. Jourdain also merits special notice from the fact that he was selected as Secretary to the Timber Commission, and is now engaged on its duties.

EXPENDITURE OF THE DEPARTMENT.

The following is a summary of the expenditure of the Department for the Year ended 31st March, 1909:—

Name of Vote or Account.	Amount voted (Net).	Expenditure (Gross).			Recoveries.			Expenditure (Net).		
Immigration Improved farm Settlements Lands, Miscellaneous Irrigation and Water-supply State Forests Scenery Preservation	£ 165,678 96,252 10,000 4,950 12,200 5,000 30,496 17,275	80,925 35,020 2,721 15,639 1,968 27,003 5,872	19 9 19 14 10 4 1 12	4 7 8 9 2 6 9 8	19,207 4,305 19,944 778 7 1 41 107	9 4 10 15 1 7	5 7 3 8 6 8 9 • 6	155,547 76,619 15,076 1,943 15,631 1,966 26,962 5,765	10 14 10 10 19 8 0 5	0 5 1 8 10 0 2
Consolidated Fund, Unauthorised Account Special Acts Deposit Accounts, &c Land for Settlements Account (including votes 126 and 127) Cheviot Estate Account		935 58,595 598,253 8,881	19 16 16	7 7 3 8	359 8,583	11		576 58,595 589,670 8,881	7 16 5	11 7 10 8
vote 128)	`	11,672	5	6	•••			11,672	5	11 6 5
	Lands and Survey	Lands and Survey	Lands and Survey	Lands and Survey	Lands and Survey	Lands and Survey 165,678 174,754 19 4 19,207 Lands and Survey, Miscellaneous 96,252 80,925 9 7 4,305 Immigration 10,000 35,020 19 8 19,944 Improved farm Settlements 4,950 2,721 14 9 778 Lands, Miscellaneous 12,200 15,639 10 2 7 Irrigation and Water-supply 5,000 1,968 4 6 1 State Forests 30,496 27,003 1 9 41 Scenery Preservation 17,275 5,872 12 8 107 Totals 341,851 343,906 12 5 44,393 Consolidated Fund, Unauthorised Account Special Acts Deposit Accounts, &c. 58,595 16 7 Land for Settlements Account (including votes 126 and 127) Shape of the settlement Account (including votes 128) Hauraki Plains Settlement Account 11,672 5 6	Lands and Survey	Recoveries Rec	Lands and Survey 165,678 174,754 19 4 19,207 8 5 155,547	Lands and Survey 165,678 174,754 19 4 19,207 8 5 155,547 10

CONCLUSION.

May I, in conclusion, express the honour conferred upon and the pleasure given to the Department by having the Prime Minister as its Ministerial head. I think I am right in saying that it is the first time that any Prime Minister has taken the portfolio of Lands with his other duties. It also enables me to bring under your immediate notice the faithful and loyal service rendered by all the Commissioners of Crown Lands and their seconds in command, together with the whole of the staff of surveyors, draughtsmen, and clerks, and, last, but not least in rank or service, the good work done by the Receivers of Land Revenue and the Crown Lands Rangers. The discipline of the whole Department is admirable, and personally I am more than grateful for the help I obtain from all ranks and grades in the service.