3 D.—2A.

The above developments make the question of terminal facilities at Auckland, Wellington, and Christchurch particularly urgent. For instance, the increase in mileage actually connected with the port of Auckland since 1914 has been 137 miles; and by the year 1931 a further length of 220 miles will be added, without taking into consideration the Taranaki connection now in course of construction. Since 1914, the length of additional railway connected with the system centring upon Christchurch is 166 miles, and a further 60 miles will in all probability be added by the year 1931.

After the most mature deliberation on the proposals I do not hesitate to assure the taxpayers of the Dominion that they need have no misgivings as to the expenditure, as I am satisfied that from the point of view of return on the outlay the proposals will amply justify themselves.

Works authorized under to	HE RAILWAYS	IMPROVEMEN	NT AUT	HORIZATION							
	Act, 1914.	E	Estimated Cost								
	,										
New stations and station-yards, goods-sl	ieds, and termina	al facilities at A	Auckland,	£							
Wellington, Palmerston North, Hastings, Lyttelton, Christchurch, Addington											
(including a connecting-line between the Addington-Culverden line from a point											
about 48 chains from Addington Junction running in a south-westerly direction											
and the main south line at a point about 9 miles 50 chains from Lyttelton, as shown											
on Plan No. 21769, deposited in the Government Railway Offices at Wellington),											
3 893		U	0 /-								
and Timaru											
	•			105 (YV)							
				485,000							
Grade-easements: Penrose-Mercer, Mer	,	ankton - 1e K	aiti, and	050 000							
				250,000							
New engine-depot and approach-lines at A		• • • • • • • • • • • • • • • • • • • •		140,000							
Additions to workshops at Newmarket and				60,000							
New line, Auckland to Westfield, as shown on Plan No. 21997, deposited in the Govern-											
ment Railway Offices, Wellington				375,000							
Signalling, interlocking, and safety appliar	ices			270,000							
Bridge-strengthening				50,000							
Total				fa 200 000							
1.0080	••	• • • • • • • • • • • • • • • • • • • •	• •	£ $3,200,000$							

The intention was to complete the works in five years, but the intervention of the war rendered that impossible, and for the past ten years the Department has been carrying on its operations, entailing the handling of five million additional passengers and one million additional tons of goods per annum, with facilities that were considered to be inadequate for dealing with the traffic which was handled in 1914.

Of the works included in the above schedule it was found practicable to carry

out the following:—							S	$\begin{array}{c} {\rm Spent} \ \ {\rm to} \ \ 19th \\ {\rm July,} \ \ 1924. \\ {\rm \pounds} \end{array}$
Auckland yard reclamation, &	e.				• •			000 000
New engine-depot, &c								28,791
Auckland-Westfield-new line								9.671
Grade-easements, Penrose-Me	rcer							240,534
Grade-easements, Palmerston	North -	Marton						12,708
Grade-easements, Mercer - Te	Kuiti							602
Duplications, Horotiu-Frankt	on and I	Newmarke	t – New	/ Lynn				5,234
Wellington new yard								32,547
Hastings new yard								1,871
Christchurch new yard								5,712
Addington marshalling-yard								11,777
Lyttelton rearrangement								3,206
Workshops additions, Newman	rket and	Petone						35,962
Plant, steam-shovels								12,014
Hayward's improvements, aut	omatic s	signalling						2,248
Signals		• •				• •		264,140
								

£963,685