Good progress was made, and by the end of December some 1 mile 43 chains of the main outlet had been excavated, of which 115 chains was constructed to a completed size of 30 ft. by 9 ft., and the remaining 8 chains to 30 ft. by 5 ft. This excavation entailed the shifting of 79,141 cubic yards of spoil, which varied from very hard boulder formation to soft peat.

In January, 1930, this machine commenced the work of dredging a channel 30 ft. wide and 7 ft. deep from the southern end of Lake Poukawa through Crown land. This channel will provide for the drainage of the Crown land, as well as being the outlet for the Waipapa Stream. To the end of the period under review some 47 chains had been completed, mostly through peaty soil, with 22,949 cubic yards excavated. During the Christmas vacation the dredge was given a general overhaul and several essential parts replaced.

The continuation of the main outlet channel from where No. 5 Priestman left off is in country unsuitable for a floating plant of this nature, so arrangements were made with Dredgers Ltd., Wellington, to carry out this work with a drag-line. This work was commenced in January, 1930, and at the end of the period 17 chains had been completed, entailing the excavation of 5,337 cubic yards.

In order to obviate undue flooding of the lower country when the lake outlet is completed it was necessary to construct a hardwood sluice-gate for the purpose of controlling the flow from the lake.

For coaling and transport purposes an 18 ft. launch with 4 h.p. Standard engine was purchased during the year. Other minor works comprised building one dinghy, and painting office and cookhouse.

The expenditure for the year totalled £3,109 10s. 3d. Owing to location of these works, arrangements were made with the District Lands Office, Napier, for ordering supplies, arranging for machinery repairs, &c., and I wish to accord my appreciation of the many services rendered in this connection by Mr. J. W. Harvey, Chief Clerk of that office.

I have, &c., R. G. MACMORRAN, Chief Drainage Engineer.

The Under-Secretary for Lands, Wellington.

SWAMP LAND DRAINAGE ACCOUNT.

RECEIPTS AND PAYMENTS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 1930.

KECEIPTS AND PAYMEN	NTS ACCOUNT .	FOR THE LEAR ENDED SIST MARCH, 1950.
Receipts.	£ s. d.	Payments, £ s. d. £ s. d.
To Balance—Cash in Public Account, 1st April,		By Kaitaia Drainage District—
1929	8,672 7 8	Drainage-works, &c 11,454 18 2
Debentures issued under Swamp £ s. d. Land Drainage Act, 1915,		Management and engineering expenses 1,225 16 3
and Appropriation Act, 1918,		12,680 14 5
section 46 41,000		Waihi Drainage District—
Inscribed Stock issued under		Drainage-works, &c 4,012 14 10
Swamp Land Drainage Act, 1915, and Appropriation Act,		Management and engineering expenses 233 12 10
1918, section 46 12,000 0 0	1	4,246 7 8
	53,000 0 0	Poukawa Drainage District—
Temporary transfers from other accounts under	91 000 0 0	Drainage-works, &c 1,788 4 4
section 40, Public Revenues Act, 1926 Subsidies from Consolidated Fund—	31,000 0 0	Management and engineering expenses 320 16 0
Maintenance rates— £ s. d.		
Waihi drainage area 884 18 3		Hikurangi Drainage District—
Kaitaia drainage area 1,000 0 0		Drainage-works, &c 21,716 8 7 Management and engineering
Special rates—Kaitaia drainage area 3,025 0 0	*	expenses 1,523 7 4
age area 0,020 0 0	4,909 18 3	- 23,239 15 11
Rents from letting national-endowment lands	050 5 4	Fuel and stores
in Waihi drainage area Special rate for interest and	878 7 6	Plant and machinery, &c 1,110 18 4 Refund of special rates for
sinking fund— £ s. d.		interest and sinking fund— £ s. d.
Kaitaia drainage area 492 18 3		Kaitaia drainage area 0 4 5
Waihi drainage area 4 2 5	497 0 8	Refund of general rates for maintenance—Kaitaia drain-
General rate for administration	497 0 0	age area 0 1 1
and maintenance—		0 5 6
Kaitaia drainage area 138 12 6		Management charges on consoli-
Waihi drainage area 27 11 10	166 4 4	dated stock 22 16 10 Stamp duty on transfers, consoli-
Rents	102 13 3	dated stock 10 17 6
Plant-hire	875 5 0	Charges and expenses of raising
Interest on mortgage	$\begin{array}{cccc} 6 & 11 & 6 \\ 110 & 0 & 0 \end{array}$	loans $\frac{22\ 10\ 0}{$
Repayment in reduction of mortgage Interest on investments	$\begin{array}{cccccccccccccccccccccccccccccccccccc$	Temporary transfers from other accounts
Credits in reduction of expenditure on works,		repaid $41,000 0 0$
&c	1,025 18 9	Balance, 31st March, 1930— £ s. d.
Miscellaneous	1,328 10 11	Cash 6,990 5 9 Imprests outstanding in Domin-
		ion 17 4 9
and the second of the second o		7,007 10 6
——————————————————————————————————————	102,682 18 2	£102,682 18 2
±.	102,002 10 2	1102,002 10 2