Item, Supply of Publications to Members of the Legislature.

196. This covers the cost of statistical publications which members are entitled to receive free of cost from the Statistician's Office. We recommend that members be charged half the usual price for any publications they desire.

Estimated saving, £225.

Item, Travelling Allowances and Expenses.

197. This item is to provide for travelling allowances and expenses of two officers of the Legislature. We recommend that the item be deleted.

Estimated saving, £20.

198. For the sake of clarity and convenience, our recommendations in respect of the Legislative Vote are tabulated hereunder:-

			£
ies			6,000
			3,645
			400
			1,500
• •	• •	• •	4,000
enses.			
			500
			200
			3,000
	• •		12,800
ams			600
			225
• •	• •		20
			629 800
			£32,890
	oenses ams	oenses.	oenses.

## VOTE, NAVAL DEFENCE.

199. We have considered the expenditure under this vote, and at the outset would draw attention to the progressive cost of naval defence to New Zealand since the 1st April, 1914, as illustrated by the following statement, from which the payments in respect of the Singapore Base are excluded:-

		£			£
1914-15	 	65,874	1923-24	 	285,723
1915 – 16	 	26,184	1924-25	 	283,356
1916-17	 	31,775	1925-26	 	441,203
1917 - 18	 	42,002	1926-27	 	527,023
1918-19	 	31,952	1927-28	 	486,830
1919-20	 	20,075	1928-29	 	463,496
1920-21	 	48,692	1929-30	 	437,573
1921-22	 	303,517	1930-31	 	418,837
1922 - 23	 	211,225	1931-32	 	390,000*

200. The basis of New Zealand's contribution towards naval defence has been radically altered. in that, in place of the subsidy previously paid to His Majesty's Government in Great Britain, the New Zealand Division of the Royal Navy has now been established.

201. The present agreement with the Admiralty provides for the formation of the New Zealand Division of the Royal Navy and the Government has undertaken—
(a) To maintain a seagoing squadron of two "D" class cruisers.

(b) To replace the above cruisers when over age, in 1935 and 1938 respectively, by two "B" class cruisers.

Note.—It has now been suggested by the Imperial Government that the replacement cruisers should be "Leander" class instead of "B" class, and this would result in a considerable saving to New Zealand as against the cost of "B" class cruisers, but would exceed the cost of the present "D", class cruisers.

(c) To enlarge the Calliope Dock and modernize the equipment of the Naval Base.

(d) To provide personnel, stores and equipment for mine-sweeping craft and anti-submarine

Note.—Beyond the personnel of the Royal Navy Volunteer Reserve, practically no provision has yet been made to fulfil this responsibility.