On the General Account the Board received during the year £5,582 5s. 8d., and expended £5,715 19s. The debit balance on the 1st January, 1891, was £316 8s. 7d., on the 31st December, £450 1s. 11d., showing an increase of £133 13s. 4d. There was therefore a reduction of expenditure for the year amounting to £35 1s. 8d., the deficiency being caused by falling-off of revenues. On General Account the assets at the end of the year amounted to £279 3s. 2d. and the liabilities to £503 13s. 6d., leaving a debit of £224 10s. 4d. On Building Account the assets were £733 4s. 5d., and the liabilities £32 15s. 6d., leaving a credit of £700 8s. 11d. On Building Account the Board received during the year £1,890, and expended £665 12s. 10d. The debit balance at the beginning of the year was £491 2s. 9d. the credit balance at the end of the year was £733 4s. 5d.

No new buildings were erected during the year Repairs were effected at all schools excepting Kynnersley Orwell Creek, Ngahere, Red Jack's, and Marsden. The largest expenditure upon a country school was at Westbrook, the cost of repairing and painting the schoolhouse and teacher's residence, and fencing school reserve, being £99 8s. 3d. Cobden coming next with £45 17s. 9d. Excepting Westbrook School, there was not a school at the end of the year but required some expenditure upon the building. The Board desires to thank the Minister for his liberality in connection with the supplementary building grant. At the same time it is necessary to point out that the total amount allotted to the Board was still insufficient to meet all the requirements of the district

At the end of the year eighteen pupil-teachers were employed and two probationers. The new regulations for the employment and payment of pupil-teachers, adopted by the Board and approved by the Minister, are likely to secure the engagement of the scholars most suitable for the occupation

The Board made representations to the Railway Commissioners concerning the charges for

railway travelling for teachers, and asked for further concessions, without effect.

Though the results of the Inspector's examination show a slight falling-off from the year 1890,

the Board considers there is cause for satisfaction with the general condition of the schools.

As provided by the regulations, four scholarships were competed for in January 1891—two for town schools (Greymouth and Cobden) and two for country schools. The town scholarships were awarded. None of the country competitors gained the percentage (60) necessary for obtaining a scholarship, and consequently none were awarded.

Thirteen pupil-teachers were examined in December under the Government regulations.

Seven passed with credit, and the remainder passed, one or two rather weakly

The Board would again press upon your consideration the very low salaries paid in the district, and respectfully request your assistance in improving them. Small educational districts such as this are difficult to manage satisfactorily with the capitation at present allowed, and the Board would urge upon your consideration the advisability of granting an additional 5s. per head of average attendance.

Though the manner of conducting the election of Committees was altered considerably by the Act of 1890, very little difficulty was experienced in giving effect to the provisions of the Act. The Board desires to express its recognition of the assistance rendered by the Committees in this matter and generally in managing the educational affairs of the district.

The Hon. the Minister of Education, Wellington.

I am, &c., JAMES KERR, Chairman.

General Statement of Receipts and Expenditure for the Year ending 31st December, 1891

OHNERINE DIRECTOR OF THOMESON	WII 0 4.421		122	TOTAL TOT THE TOME CHAMES DIES DOCON	1001, .	100	-
Receipts.	£	s.	d.	Expenditure.	£	s.	d.
To Government grant for buildings	1 890	0	0	By Balance at beginning of year—			
Deposits	43	0	0	General Account	316	8	7
Government statutory capitation	5,148	3	9	Building Account	491	2	9
Scholarship grant	80	7	5	Office staff—Salaries	150	0	0
Inspection subsidy	125	0	0	Clerical assistance	47	10	0
Payments by School Commissioners	99	0	0	Departmental contingencies	112	4	7
District High School fees	92	10	0	Inspector's salary	150	0	0
School requisites	5		6	Inspector's travelling expenses	100	0	0
High School Board	25	0.	0	Examination of pupil-teachers	12	12	0
Rent	7	0	0	Teachers' salaries and allowances (in-			
Balance at end of year-				cluding rent, bonus, &c.)	4,457	17	0
General Account	337		3	Incidental expenses of schools	229	10	7
Add unpresented cheques	113	1	8	Scholarships	75	0	0
• ••				School-buildings			
				Improvements of buildings	494	9	2
				Furniture and appliances	100	7	5
				Plans, supervision, and fees	56	4	6
				Interest	14	11	9
				Rent	31	16	0
				Printing	116	0	0
				Advertising	33	17	0
				Travelling expenses of members	79	15	0
				School requisites	119	16	10
				Balance at end of year—			
				On Building Account £735 1 5			
				Less unpresented cheque 1 17 0			
					733	4	5
				On Deposit Account	43	• 0	0
	£7 965	7	7		£7 965	7	7
				Traces Venn Obsimus			<u> </u>

James Kerr, Chairman. Edward T Robinson, Secretary

Examined and found correct (except as to the payment of £50 for the travelling expenses of the Secretary and Chairman of the Board to Wellington, for which there is no authority of law, and is therefore disallowed).—James Edward FitzGerald, Controller and Auditor-General,