SWAMP LAND DRAINAGE SCHEMES-continued.

BALANCE-SHEET AS AT 31ST MARCH, 1942.

Capital Account— Public Works Fund Less Loans Redemption Account	••	£ 498,380 53	£ 498,327	Assets. Kaitaia Drainage Area— Allocated cost of work on which rates are levied— Rural Subdivision	£	£
Reserve: Repayment of capital costs— Kaitaia Drainage Area— Rural Subdivision Town Subdivision	£ 4,662 637	= 200		Town Subdivision Excess cost of works not recoverable Interest Account: Amount chargeable to	$\frac{8,200}{164,165}$	68,200
Waihi Drainage Area— £ Pukehina Subdivision 444 Less capital liability remitted 167	277	5,299		area and capitalized to 31st March, 1940 Waihi Drainage Area— Allocated cost of work on which rates are levied—	168,958	333,123
Kaikokopu Subdivision Poukawa Drainage Area Less capital liability remitted	678 	955		Pukehina Subdivision Kaikokopu Subdivision Central Subdivision	5,000 $7,500$ $46,321$	58,821
Rate Accounts— Special Rate Accounts: Capital—		1,030	7,284	Excess cost of works not recoverable Interest Account; Amount chargeable to area and capitalized to 31st March, 1940	28,656 48,576	77,232
Kaitaia Drainage Area— Rural Subdivision Town Subdivision	$2,450 \\ 154 \\$	2,604		Poukawa Drainage Area— Drainage works Interest Account: Amount chargeable to area	17,494 1,472	11,232
Waihi Drainage Area— Kaikokopu Subdivision Pukehina Subdivision	340 520	860		Hikurangi Drainage Area— Drainage works	259,543	18,966
Poukawa Drainagé Area General Rate Accounts: Maintenance— Kaitaia Drainage Area— Rural Subdivision	2,485	483	3,947	Interest Account: Amount chargeable to area and capitalized to 31st March, 1940	75,155 163,068	996 aan
Town Subdivision Waihi Drainage Area— Pukehina Subdivision	1,132	2,690		Mangawai Drainage Area— Drainage works Interest Account: Amount charged to works to 31st March, 1939	1,878 1,606	238,223
Central Subdivision	758 306 	2,196 781		Less amount written off	3,484 3,484	
Sundry creditors		• • • • • • • • • • • • • • • • • • • •	5,667 120 98 10	Harihari Drainage Area— Drainage works Interest Account: Amount chargeable to area and capitalized to 31st March, 1940.	4,355 3,429	
Buildings Suspense		••	$\begin{array}{c} 207 \\ 705 \\ 148 \\ 371,529 \end{array}$	Unpaid purchase-money on land sold on deferred Buildings	payment	7,784 705 $1,303$ 207
				Plant and machinery Loose tools Stores on hand Motor-vehicles		$2,615 \\ 77 \\ 1,549 \\ 87$
				Sundry debtors for rates— Drainage Area. Capital. £ Kaitaia	Mainten- ance. £	38,430
				Waihi 2,823 Poukawa 1,896 Sundry debtors— Rent under section 4 (2), Swamp Land	2,061 383	4,884 2,279
				Drainage Amendment Act, 1926 Law-costs Departmental	$101 \\ 1,268 \\ 214$	1,583
				Revene Account—Waihi Drainage Area: Cent division	tral Sub-	18,398 13,093 148
			£888,042	Interest accrued but not due Cash in transit from post-office	••	10 325 E888,042
		•			=	,

Note.—Up to 31st March, 1940, interest on the recoverable expenditure was charged against the Rate Accounts and interest on the balance of the expenditure was capitalized, but, in terms of Treasury Instruction No. 81, Treasury agreed that thereafter interest on irrecoverable expenditure need not be brought into the accounts.

R. G. MACMORRAN, Under-Secretary for Lands.

G. I. Beeson, Chief Accountant.

l hereby certify that the Rate Accounts and Balance-sheet have been duly examined and compared with the relative books and documents submitted for audit, and correctly state the position as disclosed thereby, subject to the departmental note enfaced thereon and to the explanatory notes dealing with departmental accounts generally as appearing at commencement of parliamentary return B.-1 [Pt. IV]. The following comment is appended: No adjustment has been made in the accounts to provide for an anticipated heavy loss arising out of remissions of unpaid rates.—
Cyrll G. Collins, Controller and Auditor-General.