sitated the replacement of the old pan system with one more in accordance with modern requirements; but, unfortunately, there was no provision for such extensive expenditure as this involved—in four schools alone this work involving a cost of fully £800. The first school, Campbell Street, Palmerston North, was equipped at a cost of £230, but, although the Board has been served with legal notice to equip the schools at Eltham, Feilding, and College Street, Palmerston North, similarly, the finances do not justify such an expenditure, except out of an overdraft obtained on the personal guarantee of the members. An appeal was made to the Minister for assistance, and it is still hoped that the magnitude and importance of the work will be sufficient reason for compliance with the desire of the Board.

METHOD OF PAYMENT OF TEACHERS' SALARIES .- Since the introduction of the colonial scale, teachers have been compelled to pay the exchange on cheques for salaries. The Board decided, from the beginning of this year, to pay teachers' salaries and School Committees' allowances free of exchange. It is intended for the future to pay teachers' salaries, as far as possible, through the bank,

instead of, as hitherto, by cheque.

Postage.—The Board has minimised to some extent the cost of having to pay for postage and telegrams, by only providing for outgoing expense of this sort; but it has been considered unfair to mulet teachers and Committees in the cost of official correspondence, and from the beginning of 1908 the Board will provide for this, the expenditure being estimated at £300 a year—a burden on the finances which hardly accords with the idea of improving them, especially when it is remembered that free postage did not add a penny to the Dominion's expenditure, while it savours of a farce to pay capitation to the Board and then to take £300 a year out of it for postage.

Note to Teachers.—The Board has again to refer in the highest terms to the capability, in-

dustry, and enthusiasm of the general body of teachers, for, with hardly an exception, they have proved their fitness for the very important work intrusted to them

INSPECTORIAL STAFF.—The district is fortunate in its staff of Inspectors, all three carrying on its work most ably, whilst the Chief Inspector, Mr. G. D. Braik, has proved the mainspring of many new and useful movements for the improvement of the education of the district, and a perfect genius for organizing systematic methods, and inculcating the best principles to be utilised.

The Hon. the Minister of Education.

I have, &c., FRED. PIRANI, Chairman.

GENERAL STATEMENT OF RECEIPTS &	ınd Ex	(PE	NDI	TURE for the Year ending 31st Decen	mber,	190)7.
Receipts.	£	a.	d.	Expenditure.	£	я.	d.
Grants from Government for—				Balance at beginning of year Staff salaries and clerical assistance Office contingencies	1,844		
Teachers' and pupil-teachers' salaries, and				Staff salaries and clerical assistance	1,783		
allowances to pupil-teachers	49 005	17	5	Office contingencies	1,356		
Reserves revenue for primary education			2	Teachers' and pupil-teachers' salaries, and	1,000	10	'
Capitation at 6d. for relieving-teachers	274		õ	allowances to pupil teachers	15 669	Λ	6
Capitation at 11s. 3d., and grant of £250	6 491	10		Relieving togehors' galaxies	283	4	17
Special capitation at 9d. for School	0, 121	14		allowances to pupil-teachers Relieving teachers' salaries Truant inspection	260	10	,
		Ω	0	Conveyance and board of school shildren	200	10	0
Committees				Conveyance and board of school children Special capitation to School Committees	416	9	0
Receipts from other sources.—	01	4	U	Theidental expenses of schools	410	0	11
	4	3	4	Incidental expenses of schools Special training of teachers, £253 19s.	2,040	1	11
House allowance refunded	55 55	17		10d.; teachers' salaries (primary), £298			
Truant inspection, fines Unpresented cheques written on	50 51	17		10a, 11d, tareham' calarias (recordens)			
Crants from Covernment for	91	11	1	10s. 11d.; teachers' salaries (secondary),			
Grants from Government for—				£43 17s. 3d.; teachers' bonus, £12;			
Scholarships—	016	11	7	house allowance, £47 10s. 3d.; teachers'	004	0	_
Education Board	816			travelling expenses, £28 4s. 2d.	684	2	Ð
National	256	2	o,	Allowance to scholarship-holders, and ex-			
District high schools—	1 767	10	٥	penses of examination—	000	10	10
Salaries of teachers				Board scholarships	829		
Subsidies on voluntary contributions, &c	. 105	U	0	National Scholarships	261	19	Ü
Receipts from other sources—	177	^	^	Salaries of teachers and additions to			
Fees	000	0		salaries of head teachers on staffs of dis-	4 000		•
Voluntary contributions	200	10	9	trict high schools	1,682	เช	. 8
voluntary contribution, S. J. Gibbons,			^	Other expenses—Subsidies and voluntary	0	_	
Gibbons Scholarship		0	U	contributions paid to School Committee	254	2	6
Grants from Government for manual and				Manual and technical—		٠.	_
technical instruction —				School classes	2,113	14	2
Capitation—	1 501	• •		Special classes	4,007	4	8
On all classes	1,791	10	4	Other expenses—Office salaries, £142 13s.			
On account of free places	474	17	11	4d.; fees refunded, £1; examination			
Material for class-work	98	0	Ϋ́Т	expenses, £7 12s.; telephone, £5 5s. 3d.;			
Subsidies on voluntary contributions	440		^	scholarships, £84; library and prizes,			_
and bequests	442	2	9	£96 8s. 7d	336	19	2
Receipts from other sources—	1 000		^	Maintenance of school buildings—			
Fees Voluntary contributions	1,662	2	9	Alterations, small additions, repairs,			_
Voluntary contributions	1,296	Ţ	8	repainting, &c	1,935	18	.7
Transfer from Rees Bequest Fund Ac-				Rebuilding	522		
count for apparatus, £15 18s. 7d.; Un-				rent	112		
presented cheque written on, £1 10s.;				House allowances	1,427	0	7
material, &c., sold, £59 19s.; interest	170	0	-1	New school buildings, additional class-	0.010	_	
on deposit, 12s. 6d	78	0	Т	rooms, furniture, sites, &c.	2,918	5	0
Grants from Government for—				Buildings, class rooms, furniture, &c., for			
Maintenance of school buildings, rebuild-	0 154	c	٥	manual and technical purposes-	=0.4	_	_
ing schools, &c House allowances	1 201	14	0	School classes Special classes	794	9	9
Now school buildings additions from:	. 1,591	14	Ð	Other arrange Development	4,526	7	11
New school buildings, additions, furni-	0.000	0	c	Other expenses—Purchase of sites (Land			
ture, sites, &c	3,333	9	0	Sales Account)	72	17	3
Technical-school buildings, furniture, &c.		7	U				
Other receipts—Rents of sites, £75 13s. 6d.;							
material sold, £3 12s.; donations and	ne ne	10	Ó				
refunds, £17 11s. 3d	90 # 191	16					
Balance at end of year	5,131	19	U				
	£76,825	1	5		076 005		
		1			£76,825		