granted by the Railway Department, whereby the Tourist Agents can issue straight-out railway tickets, I am hopeful of a still greater increase. The previous system of having to issue a combined rail-and-steamer ticket was found to be cumbersome, and I am grateful to the Railway Department for the concession granted. We may look forward to a heavy season, and the increased accommodation at the various places under the Department's control will enable us to cope with it. These improvements are mainly at Waitomo, Waikaremoana, Mount Cook, Te Anau, and on the Milford Track, and are referred to more specifically under separate headings. Arrangements have been made for the booking of visitors at various hotels and boardinghouses through the Dominion, and this scheme, though in its infancy, has so far proved popular, and is appreciated by visitors.

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Oversea tourists to New Zealand numbered 7,365, as against 7,522 the previous year. This slight reduction was undoubtedly due to the maritime trouble in Australia and the infantile-paralysis

epidemic.

STATEMENT SHOWING FINANCIAL POSITION AT MAIN RESORTS.

	Year 1924-25.				Year 1923-24.			
Resort.	Receipts.	Expenditure.	Excess of Expenditure over Receipts.	Excess of Receipts over Expenditure.	Receipts.	Expenditure.	Excess of Expenditure over Receipts.	Excess of Receipts o ver Expenditure.
	£	£	£	£	£	£	£	£
Te Aroha	1,451	3,522	2,071		1,568	3,0 55	1,487	
Rotorua	26,911	32,795	5,884			31,255	5,214	
Rotorua Acelimatization District	1,945	776		1,169	2,128	751		1,377
Waitomo Caves	7,100	4,125		2,975	7,280	3,780		3,500
Lake House, Waikaremoana	1,305	1,500	195		1,287	1,426	139	
Queenstown	207	672	465		222	738	516	
Glade House and Te Anau – Milford Track	2,503	3,418	915		2,101	2,698	597	

Return of Receipts.

The following table shows the receipts of the Department from all sources from 1918 to 1925:—

		191819,	1919-20.	1920-21.	1921-22.	1922-23.	1923-24.	1924-25.
		£	£	£	£	£	£	£
Receipts	 	33,689	42,218	51,038	50,822	40,246	45,704	47,263

Return of Expenditure.

The following is a comparison of the expenditure for the past six years:-

		1919-20.	1920-21.	1921–22.	1922-23.	1923-24.	1924-25.
		£	£	£	£	£	£
Consolidated Fund	 	68,858	93,720	86,944	59,647	60,445	66,294
Public Works Fund	 	6,194	19,041	17,996	5,435	27,264	12,343

The following is a summary of the work of the Department at the different resorts under its control:—

ROTORUA.

Revenue.—The aggregate total revenue for this year shows an increase of £1,100 over that of the previous year, the increase being chiefly in the revenue from the supply of electrical energy and water. The revenue from the round trip is practically the same as on the previous year, and the value of passenger bookings shows a small increase. But for the inclement weather experienced during the Christmas holiday season, and the travelling restrictions imposed on account of the epidemic of infantile paralysis, the revenue from these two latter sources would doubtless have shown an appreciable advance on the figures of the previous year.

Gardens.—During the year the tennis-pavilion, which formerly served players on the lawns in front of the main baths, was moved to the croquet-lawns, and now does duty as a club-house and pavilion for croquet-players, a provision which is highly appreciated. A commodious new tennis-pavilion has been built in a central position fronting the new grass tennis-courts, east of the main baths. Rooms have been provided for both sexes, and there is ample provision for club meetings. The kitchen-garden and poultry-run provide a good supply of vegetables, fruit, poultry, and eggs for the Sanatorium and King George V Hospital, in pursuance of an arrangement whereby the Health Department bears a share of the maintenance cost.

Buildings.—The principal work has been the erection of new tennis-pavilion previously referred to, the removal of the existing pavilion to the croquet-lawns, the entire renovation (including extensive repairs and the installation of a bathroom at the Postmaster Bath cottage) and the erection of twenty-four new dressing-boxes in the women's swimming-bath in the pavilion block. A