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An analysis of the expenditure by the Board and by local authorities on actual maintenance, as distinct from interest on loans and other overhead charges, is shown in the tabulation below. The tabulation has been subdivided to show the expenditure on the primary and secondary systems:—

	Board's Contribution	Local Authorities' Contribution.	Total.	Percentage Board's Contribution to Total.	Percentage Local Authorities' Contribution to Total,
(1) Primary system—	£	£	£		
North Island	424,502	104,585	529,087	80.23	$19 \cdot 77$
South Island	246,667	57,647	304,314	81.05	$18 \cdot 95$
	671,169	162,232	833,401	80.53	19.47
(2) Secondary system—					
North Island	104,892	31,907	136,799	$76 \cdot 68$	$23 \cdot 32$
South Island	73,673	21,429	95,102	$77 \cdot 47$	$22 \cdot 53$
	178,565	53,336	231,901	77.00	23.00
(3) Complete system—					
North Island	529,394	136,492	665,886	$79 \cdot 50$	$20 \cdot 50$
South Island	320,340	79,076	399,416	80.20	$19 \cdot 80$
	849,734	215,568	1,065,302	79.76	20.24

An examination of the contributions of local authorities towards the cost of maintenance of main highways shows that there have been very large reductions in the past two years.

For the year 1930–31 the local authorities found about £58,000 less than for the year 1929–30. In 1931–32 the contribution of the local authorities was further reduced by £102,271, making a total reduction in two years of over £160,000 in spite of the fact that the mileage of highways has been slightly increased in the meantime. The total contribution by local authorities towards the cost of the maintenance of the primary highways for the year under review is £162,232, as compared with £235,688 for 1930–31. In the case of the secondary highways the contribution was £53,336, compared with the sum of £82,151 for the previous year. The contribution of the local authorities to the complete highway system was therefore reduced from £317,839 to £215,568.

In 1930–31 the cost of maintenance of all highways was shared between the Board and the local authorities in the ratio of 73·3 per cent. to 26·7 per cent. In 1931–32 the percentages were 79·8 and 20·2 respectively. The change was brought about by the increase in the Board's standard maintenance subsidy from £2 for £1 to £3 for £1 from the 1st April, 1931.

The following tabulation shows the amount which has been provided by the Board and the local authorities for expenditure on both construction and maintenance of main highways during the eight years the Board has been in operation:—

	1924-25.	1925-26.	1926–27.	1927–28.	1928-29.	1929-30.	1930-31.	1931-32.
Maintenance by Board Maintenance by local authorities Construction by Board Construction by local authorities	£ 123,675 110,001 222,422 80,000	$185,015 \\ 421,880$	276,349 $540,362$	$\begin{array}{c} \pounds \\ 523,581 \\ 269,065 \\ 449,904 \\ 262,538 \end{array}$	284,526	1,007,957	$317,839 \\ 667,902$	$215,568 \\ 361,969$
Totals	536,098	1,029,060	1,511,333	1,505,088	2,191,228	2,636,203	2,009,302	1,522,244

The figures in the above tabulation exclude indirect charges such as supervision, interest, &c., but include the cost of earthquake restoration.

An analysis of the actual expenditure on maintenance by the Board in each Island, as compared with the number of motor-vehicles in each Island, at the 31st March of each year since the inception of the main-highways scheme gives the following results, expressed in percentages of the Dominion totals:—

		1924–25.	1925–26.	1926-27.	1927-28.	1928–29.	1929–30,	1930–31.	1931–32.
North Island— Maintenance expenditure Motor-vehicles South Island—	 	$64 \cdot 49 \\ 60 \cdot 90$	$65 \cdot 27 \\ 61 \cdot 41$	64·86 61·86	$67 \cdot 51 \\ 62 \cdot 19$	$66 \cdot 13 \\ 63 \cdot 08$	$62 \cdot 30 \\ 63 \cdot 63$	$59 \cdot 23$ $63 \cdot 84$	$62 \cdot 31 \\ 63 \cdot 77$
Maintenance expenditure Motor-vehicles	 	$35.51 \\ 39.10$	$34.73 \\ 38.59$	$\frac{35 \cdot 14}{38 \cdot 14}$	$32 \cdot 49 \\ 37 \cdot 81$	$33.87 \\ 36.92$	$\begin{array}{c} 37 \cdot 70 \\ 36 \cdot 37 \end{array}$	$40.77 \\ 36.16$	$37.69 \\ 36.23$