

## CHAPTER XVII.

## PUBLIC FINANCE.

NOTE.—The subject of "Public Finance" is dealt with in this Chapter under the two major divisions of Commonwealth Finance and State Finance. The close financial relations between the Commonwealth and States, however, particularly since the Financial Agreement has been in operation, demand a combination of these two divisions under the heading of Commonwealth and State Finance. Under the Financial Agreement the Commonwealth assumed the liability to bondholders for the States' Debts existing at the date of the agreement and now arranges for all borrowings for and on behalf of the Commonwealth or any State and for all conversions, renewals, redemptions and consolidations of the Public Debts of the Commonwealth and the States. In view of this it has been found convenient to deal with the Commonwealth and State Public Debt in a separate division.

The subject of income taxes is also dealt with in a separate division.

## A. COMMONWEALTH FINANCE.

## § 1. General.

1. **Financial Provisions of the Constitution.**—The main provisions of the Constitution relating to the initiation and development of the financial system of the Commonwealth are contained in Sections 81 to 105A of the Commonwealth Constitution (*see* pages 20–23 of this issue). Two other sections which have a most important bearing on questions of Commonwealth finance are Sections 69 and 51.

Section 69 provides for the transfer to the Commonwealth from the States of certain specified departments, and Section 51, in outlining the powers of the Commonwealth Parliament, implies the transfer or creation of other departments. Section 87 deals with the financial relations between the Commonwealth and the States. These matters have been treated in previous issues of the Official Year Book and on pages 788–92 of this issue a summary is given of the present provisions for Commonwealth financial assistance to the States.

The majority of the tables relating to Commonwealth Finance have been compiled from the annual Budget Papers as presented to Parliament by the Treasurer of the Commonwealth.

2. Accounts of Commonwealth Government.—The Commonwealth Government, like the State Governments, bases its accounts upon three funds, the Consolidated Revenue Fund, the Trust Fund and the Loan Fund, the last-mentioned fund coming into existence in the financial year 1911-12.

## § 2. Consolidated Revenue Fund.

### Division I.—Nature of Fund.

1. Provisions of the Constitution.—The provisions made for the formation of a Commonwealth Consolidated Revenue Fund, and the means to be adopted for operating on the fund, are contained in Sections 81 to 83 of the Constitution (*see* page 20 of this issue).

2. Annual Results of Transactions.—The following statement shows, for the period 1938-39 to 1950-51, the receipts, expenditure and excess receipts or deficiency for each year, and the expenditure from the excess receipts.

The receipts and expenditure on account of the balance of interest on States' Debts payable by the States to the Commonwealth under the Financial Agreement have been excluded.

### COMMONWEALTH CONSOLIDATED REVENUE FUND : RECEIPTS, EXPENDITURE, ETC.

(£'000.)

Year.	Receipts.	Expendi- ture.	Excess Receipts.	Expenditure from Excess Receipts.		
				Defence Equip- ment.	Reserve for War Gratuity.	Total.
1938-39 .. .. .	95,065	94,438	627	3,495	..	3,495
1939-40 .. .. .	111,914	108,986	2,928	627	..	627
1940-41 .. .. .	150,482	150,482	..	2,928	..	2,928
1941-42 .. .. .	210,041	210,041	..	..	..	..
1942-43 .. .. .	294,459	294,459	..	..	..	..
1943-44 .. .. .	342,188	342,188	..	..	..	..
1944-45 .. .. .	376,854	376,854	..	..	..	..
1945-46 .. .. .	390,780	390,780	..	..	..	..
1946-47 .. .. .	431,256	431,256	..	..	..	..
1947-48 .. .. .	465,905	464,485	1,420	..	..	..
1948-49 .. .. .	554,377	554,377	..	..	1,420	1,420
1949-50 .. .. .	580,652	580,652	..	..	..	..
1950-51 .. .. .	841,792	841,792	..	..	..	..

The Consolidated Revenue Fund for the financial years 1940-41 to 1946-47 and 1948-49 to 1950-51 was balanced, as all available revenue after charging expenditure on ordinary services was used for defence, war and repatriation purposes.

### Division II.—Revenue.

1. **General.**—The following table furnishes details of the revenue from each source and the amount per head of population under each of the main headings during the years 1938-39 and 1946-47 to 1950-51 :—

#### COMMONWEALTH CONSOLIDATED REVENUE FUND : SOURCES OF REVENUE. (£'000.)

Source.	1938-39.	1946-47.	1947-48.	1948-49.	1949-50.	1950-51.
Taxation .. .. .	74,111	385,616	422,413	490,813	518,959	777,187
Proportion of Total .. %	78.0	89.4	90.7	88.5	89.4	92.3
Per head of population ..	£10 13 9	£51 5 9	£55 5 9	£62 18 8	£64 9 5	£93 10 2
Business Undertakings ..	17,892	30,957	32,580	34,912	42,087	48,792
Proportion of Total .. %	18.8	7.2	7.0	6.3	7.3	5.8
Per head of population ..	£2 11 9	£4 2 4	£4 5 3	£4 9 6	£5 4 7	£5 17 5
Territories (a) .. .. .	356	570	666	738	926	1,150
Proportion of Total .. %	0.4	0.1	0.1	0.1	0.1	0.1
Per head of population ..	£0 1 0	£0 1 6	£0 1 9	£0 1 11	£0 2 3	£0 2 9
Other Revenue—						
Interest, etc. .. .. .	1,144	1,092	1,296	1,532	1,773	2,521
Coinage .. .. .	128	..	497	635	466	499
Defence .. .. .	151	239	216	355	341	702
Civil Aviation .. .. .	6	961	1,595	1,998	2,870	3,504
Health .. .. .	18	16	14	20	25	31
Patents, Trade Marks, etc. ..	68	112	124	128	124	128
Bankruptcy .. .. .	31	15	16	20	22	23
Wool Committee Operations ..	..	..	..	..	..	..
Surplus .. .. .	..	7,075	125	103	..	..
Commerce and Agriculture ..	..	23	-22	235	659	1,174
Shipping and Transport .. .. }	158	148	176	478	380	517
Net Profit on Australian Note Issue .. .. .	767	3,792	4,087	4,460	4,183	3,394
Surplus Balances of Trust ..	..	..	..	17,000	6,700	..
Accounts .. .. .	..	..	..	..	..	..
Other .. .. .	235	640	2,122	950	937	2,170
Total .. .. .	2,706	14,113	10,246	27,914	18,680	14,663
Proportion of Total .. %	2.8	3.3	2.2	5.0	3.2	1.8
Per head of population ..	£0 7 9	£1 17 7	£1 6 10	£3 11 7	£2 6 5	£1 15 4
Grand Total .. .. .	95,065	431,256	465,905	554,377	580,652	843,792
Per head of population ..	£13 14 3	£57 7 2	£60 19 7	£71 1 8	£72 2 8	£101 5 8

(a) Excludes Railways.

NOTE.—Minus sign (—) indicates an excess of refunds.

A graphical representation of the revenue and expenditure of the Commonwealth Consolidated Revenue Fund appears on page 805.

2. **Taxation.**—(i) *Total Collections.* (a) *Amount.* Collections under each heading for the years 1938-39 and 1946-47 to 1950-51 are shown below:—

**COMMONWEALTH TAXATION : TOTAL NET COLLECTIONS.**  
(£'000.)

Heading.	1938-39.	1946-47.	1947-48.	1948-49.	1949-50.	1950-51.
Customs .. .. .	31,161	45,871	57,597	63,465	77,726	91,921
Excise .. .. .	16,472	56,375	58,008	62,735	66,157	73,083
Sales Tax .. .. .	9,308	36,265	34,729	39,029	42,425	57,173
Flour Tax (a) .. .. .	1,809	1,747	935	1	..	..
Land Tax .. .. .	1,489	3,679	3,641	3,032	4,210	3,591
Income Taxes (b) .. .. .	11,883	156,765	161,432	182,092	179,094	267,999
Social Services Contribution .. .. .	..	51,000	71,448	90,255	100,560	73,958
Wool Deduction .. .. .	..	..	..	..	..	109,531
Pay-roll Tax .. .. .	..	13,647	16,595	19,803	22,728	28,721
Gold Tax .. .. .	..	556	11	—5	—9	..
Estate Duty .. .. .	1,915	4,019	4,555	4,740	6,054	6,401
Gift Duty .. .. .	..	545	780	582	745	1,044
Entertainments Tax .. .. .	..	5,138	5,198	5,299	4,698	5,148
Wool Levy (a) .. .. .	74	12	..	..	..	..
Wool Contributory Charge (a) .. .. .	..	4,497	1,424	1,029	1,439	44,844
Wheat Tax and Export Charge(a) .. .. .	..	5,500	5,730	18,086	12,633	13,353
Stevedoring Industry Charge(a) .. .. .	..	..	260	670	499	420
<b>Total Taxation</b> .. .. .	<b>74,111</b>	<b>385,616</b>	<b>422,413</b>	<b>490,813</b>	<b>518,959</b>	<b>777,187</b>
Proportion of Total Revenue .. .. . %	78.0	89.4	90.7	88.5	89.4	92.3

(a) Paid to Trust Fund for purposes of industry concerned. (b) Includes War-time (Company) Tax, Super Tax and Undistributed Profits Tax.

NOTE.—Minus sign (—) indicates an excess of refunds.

(b) *Proportion of each Class on Total Collections.* The following table shows the proportion of the total collections represented by returns from each class of taxation for the years 1938-39 and 1946-47 to 1950-51.

**COMMONWEALTH TAXATION : PROPORTION OF EACH CLASS ON TOTAL NET COLLECTIONS.**  
(Per Cent.)

Heading.	1938-39.	1946-47.	1947-48.	1948-49.	1949-50.	1950-51.
Customs .. .. .	42.1	11.9	13.7	12.9	15.0	11.8
Excise .. .. .	22.3	14.6	13.7	12.8	12.7	9.4
Sales Tax .. .. .	12.6	9.4	8.2	8.0	8.2	7.4
Flour Tax .. .. .	2.4	0.5	0.2	..	..	..
Land Tax .. .. .	2.0	1.0	0.9	0.6	0.8	0.5
Income Taxes (a) .. .. .	16.0	40.7	38.2	37.1	34.5	34.4
Social Services Contribution .. .. .	..	13.2	16.9	18.4	19.4	9.5
Wool Deduction .. .. .	..	..	..	..	..	14.1
Pay-roll Tax .. .. .	..	3.6	3.9	4.0	4.4	3.7
Gold Tax .. .. .	..	0.1	..	..	..	..
Estate Duty .. .. .	2.6	1.0	1.1	1.0	1.2	0.8
Gift Duty .. .. .	..	0.1	0.2	0.1	0.1	0.1
Entertainments Tax .. .. .	..	1.3	1.2	1.1	0.9	0.7
Wool Levy .. .. .	..	..	..	..	..	..
Wool Contributory Charge .. .. .	..	1.2	0.3	0.2	0.3	5.8
Wheat Tax and Export Charge .. .. .	..	1.4	1.4	3.7	2.4	1.7
Stevedoring Industry Charge .. .. .	..	..	0.1	0.1	0.1	0.1
<b>Total</b> .. .. .	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>

(a) See footnote (b) to previous table.

(ii) *Customs Revenue. (a) Classified.* Particulars of net customs receipts for the years 1938-39 and 1946-47 to 1950-51 are shown in the following table :—

**COMMONWEALTH CUSTOMS REVENUE : CLASSIFICATION OF NET RECEIPTS.**  
(£.)

Classes.	1938-39.	1946-47.	1947-48.	1948-49.	1949-50.	1950-51.
Ales, spirits and beverages ..	1,165,503	694,622	940,573	1,171,388	1,462,036	1,890,343
Tobacco and manufactures thereof .. .. .	3,256,496	7,791,112	10,806,741	14,611,978	17,657,104	20,829,735
Sugar .. .. .	7,238	2,602	7,122	3,476	2,414	7,147
Agricultural products and groceries .. .. .	1,365,938	1,099,924	1,442,481	1,301,080	1,514,833	1,690,366
Textiles and attire .. .. .	2,801,103	3,368,675	5,725,686	6,643,814	7,065,986	9,893,565
Metals and machinery .. .. .	2,385,882	2,387,402	4,418,430	5,782,255	8,439,325	8,573,944
Oils, paints, etc. .. .. .	9,927,346	16,625,724	16,130,193	17,315,802	19,273,861	23,720,289
Earthenware, etc. .. .. .	509,980	514,795	1,102,127	1,088,533	1,274,278	1,466,720
Drugs and chemicals .. .. .	309,984	363,858	436,335	321,856	396,641	757,435
Wood, wicker and cane .. .. .	739,057	556,210	686,475	992,431	966,352	488,239
Jewellery and fancy goods .. .. .	480,916	758,058	966,247	1,236,430	1,899,652	2,530,054
Leather and rubber .. .. .	477,163	593,859	809,650	922,784	1,123,642	1,534,873
Paper and stationery .. .. .	453,548	392,066	765,637	435,037	427,876	544,607
Vehicles .. .. .	2,061,762	2,091,639	2,691,333	3,938,044	8,734,842	7,803,908
Musical instruments .. .. .	31,589	13,931	50,777	78,220	85,874	123,670
Miscellaneous articles .. .. .	1,023,556	1,446,616	2,788,156	1,825,768	1,261,178	1,625,257
Primage .. .. .	3,913,578	6,204,238	7,093,468	5,393,474	5,710,760	8,206,361
Special War Duty .. .. .	..	628,577	- 10,422	- 6,121	- 8,964	- 939
Other receipts .. .. .	249,823	337,177	746,215	358,055	438,021	234,885
<b>Total .. .. .</b>	<b>31,160,462</b>	<b>45,871,085</b>	<b>57,597,154</b>	<b>63,464,434</b>	<b>77,725,664</b>	<b>91,920,462</b>

NOTE.—Minus sign (—) indicates an excess of refunds.

(b) *States.* The following table shows the net Customs Duties collected in each State during the years 1938-39 and 1946-47 to 1950-51.

**COMMONWEALTH CUSTOMS REVENUE : NET COLLECTIONS IN EACH STATE.**  
(£.)

State.	1938-39.	1946-47.	1947-48.	1948-49.	1949-50.	1950-51.
New South Wales (a) .. .. .	14,070,130	20,809,795	25,412,111	26,150,146	30,430,775	36,920,352
Victoria .. .. .	9,970,730	14,615,959	19,029,924	21,293,184	25,957,427	31,119,386
Queensland .. .. .	2,977,792	4,286,791	5,338,690	6,474,979	8,306,224	9,765,607
South Australia (b) .. .. .	2,090,020	3,303,044	4,117,100	5,137,827	6,817,390	7,899,270
Western Australia .. .. .	1,653,906	2,153,351	2,813,807	3,251,449	4,797,482	4,581,938
Tasmania .. .. .	397,884	702,145	885,522	1,156,885	1,416,366	1,633,909
<b>Total .. .. .</b>	<b>31,160,462</b>	<b>45,871,085</b>	<b>57,597,154</b>	<b>63,464,434</b>	<b>77,725,664</b>	<b>91,920,462</b>

(a) Includes Australian Capital Territory.

(b) Includes Northern Territory.

(iii) *Excise Revenue. (a) Classified.* Particulars of the amount of net excise collected under each division during the years 1938-39 and 1946-47 to 1950-51 are given hereunder :—

**COMMONWEALTH EXCISE REVENUE : CLASSIFICATION OF NET RECEIPTS.**  
(£.)

Particulars.	1938-39.	1946-47.	1947-48.	1948-49.	1949-50.	1950-51.
Beer .. .. .	7,288,579	27,246,527	27,043,700	31,806,511	33,401,987	37,242,686
Spirits .. .. .	1,604,220	6,101,353	6,719,900	7,023,179	6,926,107	8,129,361
Tobacco .. .. .	3,867,983	9,881,397	9,930,607	9,621,979	10,229,291	10,759,311
Cigars and cigarettes .. .. .	2,418,723	9,462,084	9,785,760	9,557,745	10,192,194	10,662,141
Cigarette papers .. .. .	530,868	938,809	1,059,913	897,509	1,002,260	1,166,202
Petrol .. .. .	581,978	866,508	1,810,476	2,238,192	2,677,483	3,064,516
Matches .. .. .	81,960	1,364,194	1,304,373	1,200,776	1,200,423	1,212,971
Playing cards .. .. .	11,432	45,728	58,042	67,017	61,442	62,810
Coal .. .. .	..	..	..	..	206,910	374,827
Miscellaneous .. .. .	86,160	468,704	294,715	321,873	258,848	408,211
<b>Total .. .. .</b>	<b>16,471,903</b>	<b>56,375,304</b>	<b>58,007,486</b>	<b>62,734,781</b>	<b>66,156,945</b>	<b>73,083,036</b>

(b) States. Net excise collections in each State for the years 1938-39 and 1946-47 to 1950-51 were as follows:—

## COMMONWEALTH EXCISE REVENUE: NET COLLECTIONS IN EACH STATE.

(£.)

State.	1938-39.	1946-47.	1947-48.	1948-49.	1949-50.	1950-51.
New South Wales (a) ..	6,940,301	27,399,853	22,486,303	25,522,537	26,034,607	29,099,909
Victoria ..	5,687,832	16,533,220	18,474,650	18,561,270	20,305,985	21,840,802
Queensland ..	1,538,042	4,342,855	6,601,030	7,101,552	7,317,276	8,271,990
South Australia (b) ..	1,018,148	3,188,665	4,846,428	5,329,031	5,801,286	6,500,282
Western Australia ..	1,103,481	3,423,347	4,617,625	5,116,978	5,466,975	5,976,631
Tasmania ..	181,099	887,328	981,450	1,103,409	1,230,816	1,393,422
Total ..	16,471,903	56,375,304	58,007,486	62,734,781	66,156,945	73,083,036

(a) Includes Australian Capital Territory.

(b) Includes Northern Territory.

(iv) Other Taxation. (a) General. Taxes other than customs and excise are, in general, assessed and collected by the Commissioner of Taxation. The organization comprises an office in each State assessing the returns of taxpayers whose interests are restricted to that State only, and a Central Office assessing taxpayers whose interests are in more than one State. Taxes, however, may be paid to any office, so that the sums actually received by any office do not correspond to the assessments made by that office and frequently differ by very large amounts. For example, the actual receipts of income tax by the Queensland State office may include tax in respect of Central Office or New South Wales assessments, and, therefore, may not be a proper measure of income tax paid on account of income derived in Queensland.

The actual receipts by the various offices are the figures of necessity used by the Treasury for accounting purposes, and may be called the "Treasury" figures. In order to show a more significant picture of the taxation in each State, figures furnished by the Commissioner of Taxation, which refer strictly to the assessments made by the State office concerned, are used in the following tables. The totals of these figures do not quite agree with the total Treasury figures shown on page 761, owing to certain technicalities of accounting. The Taxation Office figures present a fair comparison between States, e.g., in taxation paid per head, but do not give the absolute measure of taxation, because the Central Office collections, which include taxation on account of all States, have not been allocated to the States. In the absence of precise information, it may be assumed, as a rough approximation, that Central Office collections may be divided among States in proportion to State office collections. It is probable, however, that a somewhat larger share is derived from the more populous States, New South Wales and Victoria.

(b) Land Tax. Commonwealth Land Tax was first imposed on the unimproved value of land in 1910-11. The following table shows the rates of land tax imposed for each assessment year from 1941-42 to 1950-51:—

## LAND TAX: RATE OF TAX PER £1 OF TAXABLE VALUE.

(T = Taxable Value.)

(Pence.)

Assessment Year.	Residents.			Absentees.(a)				
	If the Taxable Value is from £1 to £75,000—	If the Taxable Value is over £75,000—		If the Taxable Value is from £1 to £30,000—		If the Taxable Value is over £30,000—		
		On £75,000—	On excess over £75,000.	On first £5,000—	On excess over £5,000—	On £5,000—	On next £75,000—	On excess over £80,000—
1941-42 to 1950-51 (b)	$\left(1 + \frac{T}{18,750}\right)$	5.0	9.0	1.0	$\left(2 + \frac{T-5,000}{18,750}\right)$	1.0	6.0	10.0

(a) Absentees are not allowed an exemption of £5,000 granted to residents. (b) In addition, if the taxable value exceeds £20,000, there is payable for 1941-42 and subsequent years a super tax equal to the lesser amount of the following:—(i) twenty per cent. of the amount of land tax; or (ii) one per cent. of the amount by which the taxable value of the land exceeds £20,000.

Under the National Security (Values for Land Tax) Regulations the revaluations of land for the purposes of the Land Tax Assessment Act 1910-1940 were postponed until after the war. Thereby the values of land, or of interests in land, as assessed for the financial year 1939-40, were adopted for the financial year 1940-41 and subsequent years for the duration of the war. Under section 10 of the Defence (Transitional Provisions) Act 1946-1949 the provisions of the National Security (Values for Land Tax) Regulations were incorporated in the Land Tax Assessment Act 1910-1949 and revaluations of land for purposes of the Act were postponed until after the assessment year commencing on 1st July, 1950. A revaluation of land is to be made for the assessment year which commenced on 1st July, 1951.

Land tax receipts in each State and Central Office for the years 1938-39 and 1946-47 to 1950-51 were as follows. The receipts referred to in this table differ slightly from the collections shown on page 761 because some refunds credited before 30th June were not paid until after that date.

## LAND TAX RECEIPTS.

( £. )

State, etc.	1938-39.	1946-47.	1947-48.	1948-49.	1949-50.	1950-51.
Central Office ..	525,959	1,500,937	1,460,065	1,164,679	1,995,395	1,525,339
New South Wales ..	509,913	1,202,023	1,189,414	1,041,299	1,206,991	1,182,751
Victoria ..	290,798	690,824	656,277	551,848	692,263	562,283
Queensland ..	29,568	61,604	62,441	60,486	60,557	62,762
South Australia ..	55,280	131,481	118,121	121,967	113,488	129,204
Western Australia ..	63,854	106,695	101,875	96,571	104,187	95,124
Tasmania ..	12,879	37,114	33,335	32,114	37,742	33,018
Total ..	1,488,251	3,729,778	3,621,528	3,068,964	4,210,623	3,590,481

(c) *Estate Duty.* The Commonwealth Estate Duty was first levied in 1914. Particulars of exemptions and the rates imposed prior to 1940 are given in earlier issues of the Year Book (see No. 37, page 614).

Estate duty, under the Estate Duty Assessment Act 1940, is assessed on the net value of the estate less a statutory exemption determined in accordance with the following formula :—(a) where the whole of the estate passes to the widow, children or grand-children of the deceased, the sum of £2,000 decreasing by £1 for every £10 by which the value exceeds £2,000 up to £10,000, and thereafter decreasing by £1 for every £2 by which the value exceeds £10,000; (b) where no part of the estate passes to the widow, children or grand-children, the sum of £1,000 decreasing by £1 for every £10 by which the value exceeds £1,000 up to £6,000, and thereafter decreasing by £1 for every £8 by which the value exceeds £6,000; and (c) where part only of the estate passes to the widow, children or grand-children, the statutory exemption is to be calculated proportionately under (a) and (b).

The rates of duty, which increase as the value of the estate increases are :—£1 to £10,000, 3 per cent.; £10,001 to £20,000, 3 per cent. to 6 per cent.; £20,001 to £120,000, 6 per cent. to 26 per cent.; £120,001 to £500,000, 26 per cent. to 27.9 per cent.; over £500,000 27.9 per cent.

Particulars of the collections in each State and Central Office for the years 1938-39 and 1946-47 to 1950-51 are shown in the following table. These figures differ slightly from the figures on page 761 as some refunds were credited before 30th June and not paid until after that date.

## ESTATE DUTY RECEIPTS.

( £. )

State, etc.	1938-39.	1946-47.	1947-48.	1948-49.	1949-50.	1950-51.
Central Office ..	999,202	1,592,910	2,046,170	1,993,042	2,494,175	2,502,094
New South Wales ..	422,567	790,670	988,152	1,121,094	1,246,580	1,456,107
Victoria ..	294,406	1,062,204	907,176	1,044,527	1,383,166	1,563,110
Queensland ..	60,041	248,806	290,778	225,089	438,082	308,343
South Australia ..	82,789	167,436	244,797	191,776	289,800	260,142
Western Australia ..	34,074	84,582	108,453	132,479	153,862	225,486
Tasmania ..	15,960	55,666	56,352	52,560	47,607	73,208
Northern Territory ..	..	101	Cr. 4	471	..	941
<b>Total ..</b>	<b>1,909,039</b>	<b>4,002,375</b>	<b>4,641,874</b>	<b>4,761,038</b>	<b>6,053,272</b>	<b>6,389,431</b>

Particulars of the number and value of estates with duty assessed, for each of the assessment years 1938-39 and 1946-47 to 1950-51, are given in the following table:—

## ESTATE DUTY ASSESSMENTS.

Particulars.	1938-39.	1946-47.	1947-48.	1948-49.	1949-50.	1950-51.
Number of Estates ..	9,681	10,988	12,082	12,350	13,982	15,680
Gross Value Assessed ..	£'000 65,699	87,354	95,373	99,717	117,534	134,074
Deductions ..	£'000 12,630	15,292	15,537	16,475	19,219	22,714
Statutory Exemption ..	£'000 ..	12,973	14,166	14,402	16,271	18,175
Dutiable Value ..	£'000 53,069	59,089	65,670	68,840	82,044	93,185
Duty Payable ..	£ 2,002,283	4,230,900	4,883,702	4,902,352	5,992,790	6,933,608
Average dutiable value ..	£ 5,482	5,378	5,435	5,574	5,868	5,943
Average duty per estate ..	£ 207	385	404	397	429	442

(d) *Gift Duty.* The Gift Duty Assessment Act 1941-1947 and the Gift Duty Act 1941-1947 impose a gift duty on all gifts made after the 29th October, 1941. A gift has been defined as any disposition of property, which is made otherwise than by will, without adequate consideration in money or money's worth.

There is a liability on both the donor and the donee to furnish a return, and both are jointly and severally liable for payment of the duty.

The following rates of duty have been fixed by the Gift Duty Act 1941-1947:—

Value of all Gifts made within Eighteen Months.	Rate of Duty.
Not exceeding £2,000 (a) ..	Nil
£2,001 (a) to £10,000 ..	3%
£10,001 to £20,000 ..	3% to 6%
£20,001 to £120,000 ..	6% to 26%
£120,001 to £500,000 ..	26% to 27.9%
£500,001 and over ..	27.9%

(a) Prior to 3rd June, 1947, no duty was payable if the value of all gifts as defined above did not exceed £500. If the value of all gifts exceeded £500 but did not exceed £10,000 the rate of duty was 3 per cent.



An amendment which operated from 3rd June, 1947 provided that gift duty will not exceed one half of the amount by which the value of the gift exceeds £2,000.

The receipts from gift duty in each State for the years 1946-47 to 1950-51 are shown in the following table. The figures shown in the table differ from those shown on page 761 because certain refunds credited before 30th June were not paid until after that date.

## GIFT DUTY RECEIPTS.

(£.)

State, etc.	1946-47.	1947-48.	1948-49.	1949-50.	1950-51.
New South Wales .. .. .	194,946	393,523	261,643	297,354	499,949
Victoria .. .. .	203,458	199,099	173,159	244,672	296,769
Queensland .. .. .	43,665	52,504	34,181	45,825	73,177
South Australia .. .. .	44,328	107,003	64,857	120,729	109,653
Western Australia .. .. .	44,653	24,353	36,653	32,702	51,861
Tasmania .. .. .	6,542	7,121	10,914	3,899	11,459
Northern Territory .. .. .	86	91	7	..	605
Total .. .. .	537,678	783,694	581,414	745,181	1,043,473

(e) *Income Taxes.* Details of taxes on income are given in Section "E" of this Chapter.

(f) *Pay-roll Tax.* The Pay-roll Tax Assessment Act 1941-42 and the Pay-roll Tax Act 1941 imposed a pay-roll tax of 2½ per cent. on all wages in excess of £20 per week paid by an employer after 30th June, 1941. These measures formed part of the Commonwealth scheme of child endowment, the revenue from the tax being designed to provide part of the money required.

Pay-roll tax is collected in a similar manner to sales tax. Employers are required to register and to furnish a monthly return of all wages paid.

The following table shows the receipts from pay-roll tax in each State for the years 1946-47 to 1950-51. The figures shown vary slightly from the collections shown on page 761 because some refunds which were credited before 30th June were not paid until after that date.

## PAY-ROLL TAX RECEIPTS.

(£.)

State, etc.	1946-47.	1947-48.	1948-49.	1949-50.	1950-51.
New South Wales .. .. .	5,793,035	7,313,109	8,534,902	9,510,238	12,091,590
Victoria .. .. .	3,874,667	4,747,145	5,645,022	6,955,413	8,334,834
Queensland .. .. .	1,609,848	1,876,000	2,356,549	2,713,570	3,392,659
South Australia .. .. .	1,085,430	1,284,780	1,588,615	1,834,734	2,358,808
Western Australia .. .. .	813,885	919,055	1,119,075	1,326,212	1,685,666
Tasmania .. .. .	368,412	459,227	538,614	656,254	826,607
Northern Territory .. .. .	8,840	14,100	18,749	22,875	25,947
Total .. .. .	13,554,117	16,613,416	19,801,526	22,719,296	28,716,111

(g) *Gold Tax.* The Gold Tax Collection Act 1939-1940 and the Gold Tax Act 1939 imposed a tax on all gold delivered to the Commonwealth Bank of Australia or to an agent of that Bank, on and after 15th September, 1939, of 50 per cent. of the amount by which the price payable by the Bank for each fine ounce of gold delivered exceeded £9. This tax was suspended from 20th September, 1947, by the Gold Tax Suspension Act 1947. Collections and repayments of tax during the five years 1946-47 to 1950-51 were as follows:—1946-47, £556,435; 1947-48, £10,713; 1948-49, *Dr.* £4,605; 1949-50, *Dr.* £9,217; and 1950-51, *Dr.* £182.

(h) *Entertainments Tax.* The Entertainments Tax Assessment Act 1942-1946 and Entertainments Tax Act 1942-1949 came into force on 1st October, 1942, following the agreement of the State Governments to the request of the Commonwealth to suspend their entertainments tax legislation for the duration of the war and one year after. This enabled the Commonwealth Government to re-enter this field of taxation. Until 1945-46 the Commonwealth recompensed the States by annual payments of £765,787, an amount equal to that collected by the States during the year 1941-42. Thereafter these payments were discontinued and the agreement that the States should not levy a tax on entertainments was terminated.

The rates of entertainments tax from 1st October, 1949 are shown in the following table. Details of rates operating prior to 1st October, 1949 are given in earlier issues of the Official Year Book (*see* No. 37, page 617).

#### RATES OF ENTERTAINMENTS TAX OPERATING FROM 1st OCTOBER, 1949.

Amount paid for Admission (excluding amount of Tax).		Reduced Rates.	Full Rates.
Exceeding—	But not exceeding—		
<i>s. d.</i> <i>is.</i>	<i>s. d.</i> <i>od.</i>	<i>s. d.</i>	<i>s. d.</i>
1 0	1 3	Nil	0 2
1 3	1 6	Nil	0 4
1 6	2 0	0 3	0 4
2 0	2 6	0 4	0 5
2 6	3 0	0 5	0 7
3 0	3 6	0 6	0 9
3 6	4 0	0 8	0 10
4 0	4 6	0 9	1 0
4 6	5 0	0 10	1 1
5 0	5 6	0 11	1 3
5 6	6 0	1 1	1 5
6 0	..	1 3	1 8
		<i>is.</i> 5 <i>d.</i> plus 1½ <i>d.</i> for each 6 <i>d.</i> (or part thereof) by which the payment for admission exceeds 6 <i>s.</i> 6 <i>d.</i> (a)	<i>is.</i> 10 <i>d.</i> plus 2½ <i>d.</i> for each 6 <i>d.</i> (or part thereof) by which the payment for admission exceeds 6 <i>s.</i> 6 <i>d.</i> (a)

(a) Fractions of a penny in the amount of tax are treated as follows:—½*d.* and ¼*d.* are disregarded—¾*d.* is taken as one penny.

The reduced rates of tax apply to entertainments which consist of one or more of the following items, viz. :—a stage play, a ballet, a performance of music, a lecture, a recitation, a music hall or other variety entertainment, or a circus or travelling show, and to entertainments which consist solely of a game or sport in which human beings are the sole participants and the entertainment is conducted by a society which is not established or carried on for profit. The full rates apply to all other forms of entertainment. Entertainments tax is not charged on admissions to entertainments the proceeds of which are devoted to public, patriotic, philanthropic, religious or charitable purposes or where the entertainment is of an educational or scientific character.

Entertainments tax received during the five years 1946-47 to 1950-51 is shown in the following table. The figures shown in the table differ from those shown on page 761 because certain refunds credited before 30th June were not paid until after that date.

## ENTERTAINMENTS TAX RECEIPTS.

(£.)

State, etc.	1946-47.	1947-48.	1948-49.	1949-50.	1950-51.
New South Wales ..	2,141,470	2,189,923	2,225,895	1,958,561	2,156,402
Victoria .. .. .	1,534,445	1,571,504	1,600,908	1,430,241	1,523,125
Queensland .. ..	664,700	661,314	646,887	580,501	397,979
South Australia ..	382,004	364,365	400,066	334,762	658,391
Western Australia ..	281,636	278,509	280,958	280,085	291,185
Tasmania .. .. .	127,699	126,691	129,278	107,124	114,253
Northern Territory ..	6,671	6,268	6,772	6,939	6,070
Total .. .. .	5,138,625	5,198,574	5,290,764	4,698,213	5,147,405

In the following table details are given of the number of admissions on which entertainments tax was paid during the year ended 30th June, 1951.

## COMMONWEALTH ENTERTAINMENTS TAX : NUMBER OF ADMISSIONS TO TAXABLE ENTERTAINMENTS, 1950-51.

('000.)

Price of Admission (before Tax).		Theatres.	Picture Theatres.	Racing.	Dancing and Skating.	Sport.	Other.	Total.
<i>s. d.</i>	<i>s. d.</i>							
1 0	1 6	37	10,966	774	500	362	92	12,332
1 6	2 0	143	25,352	321	776	49	135	26,983
2 0	2 6	133	42,366	1,079	3,067	2,521	744	49,920
2 6	3 0	477	30,955	1,278	2,940	1,124	758	37,188
3 0	3 6	179	16,814	414	1,321	1,281	571	20,878
3 6	4 0	449	4,480	1,876	330	241	320	7,426
4 0	4 6	117	1,631	1,763	326	132	542	4,843
4 6	5 0	287	715	83	34	49	107	1,138
5 0	5 6	165	577	253	98	148	410	1,603
5 6	6 0	218	90	629	51	58	80	697
6 0	6 6	111	7	114	89	26	322	1,291
6 6	7 0	313	..	14	14	8	76	323
7 0	7 6	99	5	277	34	2	94	725
7 6	8 0	277	1	40	35	3	37	215
8 0	8 6	74	..	346	63	7	163	856
8 6	9 0	47	..	30	65	7	4	182
9 0	9 6	11	..	3	7	1	30	88
9 6	10 0	656	..	506	85	..	6	608
Over 10 0	..	519	..	83	10	14	85	848
Total .. .. .		4,312	133,959	11,305	10,038	6,006	4,671	170,291

There were 12,893,000 admissions at the reduced rate, and 157,398,000 at the full rate.

(c) *Sales Tax.* The sales tax was first imposed in August, 1930. The operation of the tax is controlled chiefly by a system of registration of taxpayers whereby all manufacturers and wholesale merchants, who are the taxpayers under the Act in respect of goods sold in Australia, must be registered with the Department. The tax on imports subject to sales tax is collected by the Customs Department at ports of entry.

Since the inception of the tax certain exemptions have been allowed. These exemptions, which have been extended from time to time, relate mainly to goods of an essential nature or for use in primary production. The most recent exemptions were those granted from 13th October, 1950, and 27th September, 1951.

A general rate of Sales Tax is levied on all goods other than those specified in the schedules of the Sales Tax (Exemptions and Classifications) Act 1935-1951. These schedules set out details of goods exempt from sales tax and those subject to special rates. The general and special rates which operated from 15th November, 1946, were:—

Period.	General Rate.	Special Rate.
15th November, 1946 to 7th September, 1949 ..	10 per cent. ..	25 per cent.
8th September, 1949 to 12th October, 1950 ..	8½ per cent. ..	25 per cent.
13th October, 1950 to 26th September, 1951 ..	8½ per cent. ..	10, 25 and 33½ per cent.
From 27th September, 1951 .. ..	12½ per cent. ..	20, 25, 33½, 50 and 66⅔ per cent.

For particulars of rates applicable since the inception of Sales Tax in August, 1930 see Official Year Book No. 37, page 617.

Particulars of the net amount of sales tax payable, and the sales of taxable and exempt goods in each State for 1950-51 are given in the following table. The figures are in respect of sales during the period 1st July to 30th June.

**SALES TAX AND AMOUNT OF SALES, 1950-51.**  
(£'000.)

State, etc.	Net Sales on which Sales Tax was Payable.	Sales of Exempt Goods by Registered Persons.	Total Sales of Taxable and Exempt Goods.	Net Taxable Sales at Each Rate.				Sales Tax Payable.
				8½ per cent.	10 per cent.	25 per cent.	33½ per cent.	
New South Wales ..	217,539	449,899	667,438	184,923	16,210	5,321	11,085	22,070
Victoria ..	170,832	353,624	524,456	140,906	19,427	3,421	7,078	16,899
Queensland ..	65,313	132,634	197,947	56,025	6,234	1,133	1,921	6,216
South Australia ..	49,070	104,064	153,134	42,691	4,240	793	1,346	4,629
Western Australia ..	34,561	70,827	105,388	30,316	2,777	534	934	3,249
Tasmania ..	9,846	26,815	36,661	8,933	575	120	218	905
Northern Territory ..	186	1,024	1,210	181	..	3	2	16
Total ..	547,347	1,138,887	1,686,234	463,975	49,463	11,325	22,584	53,984

Sales of taxable and exempt goods and sales tax payable for Australia as a whole for the years 1938-39 and 1946-47 to 1950-51 are given in the following table:—

**SALES TAX AND AMOUNT OF SALES.**  
(£'000.)

Year.	Net Sales on which Sales Tax was Payable.	Sales of Exempt Goods by Registered Persons.	Total Sales of Taxable and Exempt Goods.	Sales Tax Payable.
1938-39 .. ..	196,491	280,656	477,147	9,363
1946-47 .. ..	294,957	506,046	801,003	35,782
1947-48 .. ..	314,311	639,948	954,259	34,059
1948-49 .. ..	363,164	757,381	1,120,545	38,197
1949-50 .. ..	455,251	866,575	1,321,826	40,789
1950-51 .. ..	547,347	1,138,887	1,686,234	53,984

In the foregoing tables exempt sales relate to goods exempted from sales tax under the Sales Tax (Exemptions and Classifications) Act 1935-1951.

The figures shown in the foregoing tables do not represent the total sales of all commodities, as vendors trading in exempt goods only are not required to be registered and consequently the volume of their sales is not included in the statistics above.

(j) *Flour Tax.* Particulars of the rates of flour tax which operated from 4th December, 1933 to 21st December, 1947 are given in Official Year Book No. 37, pages 618 and 619. Because of the rise in wheat prices the rate was declared to be nil as from 22nd December, 1947.

Net receipts after allowing for refunds for 1938-39 and the last five years were: 1938-39, £1,793,833; 1946-47, £1,706,623; 1947-48, £941,207; 1948-49, *Dr.* £8,839; 1949-50, *Dr.* £11,319; and 1950-51, *Dr.* £2,100.

(k) *Wool Levy.* The Wool Tax Act 1936 and Wool Tax Assessment Act 1936 provided for a levy on all wool grown in Australia and shorn on or after 1st July, 1936. Details of this levy are given in earlier issues of the Official Year Book. The levy is suspended for any period during which the Wool (Contributory Charge) Act 1945 is in operation. The Wool Contributory Charge was levied from 1st July, 1946 and only arrears of wool levy have been collected since that date. The amounts collected from wool levy in 1938-39, 1946-47 and 1947-48 were £74,396, £11,628 and £458 respectively. No levy has been collected since 1947-48.

(l) *Wool Contributory Charge.* The Wool (Contributory Charge) Act 1945 and the Wool (Contributory Charge) Assessment Act 1945 imposed a charge on all wool produced in Australia and sold, manufactured or exported after a date fixed by proclamation. Wool sold by the Australian Wool Realization Commission was not liable to the charge. The rate of the charge is to be such a percentage of the sale value of the wool as is necessary to provide the following amounts:—

- (a) The amounts required to meet the share of the industry in the operating expenses of the Joint Organization for the disposal of wool stocks;
- (b) the amounts required for payment of interest on the amount spent by the Commonwealth in purchase of wool under the disposals plan; and
- (c) the amount of the wool levy.

The Acts came into operation on 1st July, 1946, and the rate fixed was 5 per cent. on the sale value of the wool. From 1st August, 1947 the rate was reduced to 0.75 per cent. A further reduction to 0.5 per cent. was made on 1st July, 1948. On 26th August, 1950, the rate of the charge was reduced to 0.25 per cent. and a further charge of 7.25 per cent. to provide funds for a reserve prices scheme was introduced. In the Wool (Reserve Prices) Fund Act 1950 it was provided that if a reserve prices scheme which had the general approval of wool-growers was not in operation on 30th September, 1951 the amounts of contributory charge collected for that purpose were to be refunded.

A scheme placed before wool-growers was not accepted and the collections were subsequently refunded. (See also Chapter XIX.—Pastoral Production.) Collections in each State during the years 1946-47 to 1950-51 are shown in the following table :—

## WOOL CONTRIBUTORY CHARGE RECEIPTS.

(£.)

State.	1946-47.	1947-48.	1948-49.	1949-50.	1950-51.
New South Wales .. .. .	1,554,997	502,281	315,280	551,707	15,665,338
Victoria .. .. .	1,315,834	359,574	294,734	402,218	12,956,946
Queensland .. .. .	747,298	248,589	192,143	211,595	6,859,425
South Australia .. .. .	399,372	154,161	107,939	134,137	4,500,062
Western Australia .. .. .	389,879	134,084	99,873	115,979	4,061,422
Tasmania .. .. .	89,727	25,173	19,141	23,512	801,068
Total .. .. .	4,497,107	1,423,862	1,029,110	1,439,148	44,844,261

(m) *Wool Sales Deduction.* The Wool Sales Deduction Act 1950 and the Wool Sales Deduction (Administration) Act 1950 came into operation on 2nd December, 1950 and require that a deduction be made from the sale value of wool sold or exported, the amount deducted being subsequently added to the wool-growers provisional tax and the total amount set off against the Income Tax and Social Services Contribution assessed in respect of the year in which the deduction was made. For the income year 1950-51 the amount of deduction was 20 per cent. of the sale value. Deductions for each State during the year 1950-51 were as follows :—New South Wales, £42,693,248; Victoria, £28,787,516; Queensland, £15,458,630; South Australia, £10,170,949; Western Australia, £10,154,237; Tasmania, £2,148,625; Total, £109,413,205.

See also Chapter XIX.—Pastoral Production.

(n) *Wheat Export Charge and Wheat Tax.* The Wheat Export Charge Acts 1946 imposed an export charge on wheat (including the content of wheat products) harvested after 30th September, 1945 and exported from the Commonwealth after 30th November, 1945. These acts did not apply to wheat harvested between 1st October, 1945 and 1st October, 1947 and exported by the Australian Wheat Board, but provision was made in the Wheat Tax Act 1946 to collect an amount equivalent to the charge that would have been collected on this wheat, by imposing a tax on wheat acquired by the Board. There were no collections under the Wheat Export Charge Acts 1946, but collections under the Wheat Tax Act 1946, which came into operation on 9th August, 1946 and imposed a tax on all wheat of the 1945-46 and 1946-47 seasons acquired by the Australian Wheat Board, amounted to £5,500,000 in 1946-47 and £5,729,780 in 1947-48. These amounts were paid to the Wheat Prices Stabilization Fund and, under the Wheat Tax (Refund and Repeal) Act 1948, were refunded to growers. The amount of the refund was £11,548,637 (including interest, £318,857).

The Wheat Export Charge Act 1948, which operated from 25th November, 1948, repealed the Wheat Export Charge Acts 1946 and provided for an export charge on all wheat and wheat products of the 1947-48 and subsequent seasons exported after 25th November, 1948. Subject to a lower rate being prescribed, the rate of charge per bushel of wheat exported by the Australian Wheat Board was fixed at 50 per cent. of the amount by which the average price per bushel of all wheat exported by the Board exceeded the guaranteed price, with a maximum charge of 2s. 2d. per bushel. If the exporter is not the Australian Wheat Board the charge is the same except that there is no maximum charge of 2s. 2d. per bushel.

The guaranteed price for the 1947-48 season was 6s. 3d. per bushel for all fair average quality bulk wheat f.o.r. at the ports of export. It was raised to 6s. 8d. per bushel for the 1948-49 season and to 7s. 1d. for the 1949-50 season. Unless Parliament otherwise provides the act shall not apply to wheat harvested after 30th September, 1953.

Under the Wheat Industry Stabilization Act 1946-1948 an amount equivalent to the charges collected under the Wheat Export Charge Act 1948 is paid to the Wheat Prices Stabilization Fund. Out of this fund payments shall be made to the Australian Wheat Board, when required, for the purpose of building up the average export price for any season to the guaranteed price. Under the Wheat Industry Stabilization (Refund of Charge) Acts 1950 and 1951 the wheat export charge collected on wheat for the 1947-48 and 1948-49 seasons was refunded. (See also Chapter XX.—Agricultural Production.)

Collections of wheat tax and wheat export charge were as follows:—1946-47, £5,500,000; 1947-48, £5,730,000; 1948-49, £18,086,000; 1949-50, £12,633,000; and 1950-51, £13,353,000.

(o) *Stevedoring Industry Charge.* The Stevedoring Industry Charge Act 1947 and the Stevedoring Industry Charge Assessment Act 1947 imposed a charge of 4½d. per man-hour on the employer of a waterside worker after 22nd December, 1947.

The amounts received are paid to the Stevedoring Industry Board for the payment of attendance money to waterside workers and for other expenses of the Board.

From 11th October, 1949 the charge was reduced to 2½d. per man hour.

Collections in each State during the years 1947-48 to 1950-51 are shown in the following table:—

#### STEVEDORING INDUSTRY CHARGE RECEIPTS.

(£.)

State.	1947-48.	1948-49.	1949-50.	1950-51.
New South Wales .. .. .	101,833	233,964	173,012	142,214
Victoria .. .. .	65,332	104,727	129,543	107,313
Queensland .. .. .	31,562	113,069	82,190	66,137
South Australia .. .. .	27,608	72,567	49,180	46,244
Western Australia .. .. .	17,563	44,835	35,395	32,354
Tasmania .. .. .	16,467	38,593	27,733	24,838
Northern Territory .. .. .	..	2,464	2,176	1,309
Total .. .. .	260,365	670,219	499,229	420,409

3. *Business Undertakings.*—(i) *Postmaster-General's Department.* Particulars of net receipts for each of the financial years 1938-39 and 1946-47 to 1950-51 are contained in the following table:—

#### POSTMASTER-GENERAL'S DEPARTMENT: NET RECEIPTS.

(£.)

Particulars.	1938-39.	1946-47.	1947-48.	1948-49.	1949-50.	1950-51.
Private boxes and bags .. .. .	74,235	96,484	85,689	93,514	96,219	143,907
Commission on money orders and postal notes .. .. .	288,580	347,959	374,285	408,300	440,868	471,948
Telegraphs .. .. .	1,372,300	2,904,538	2,833,959	2,991,326	3,756,382	4,442,268
Telephones .. .. .	8,039,580	13,317,289	14,183,604	15,255,458	19,167,956	22,667,318
Postage .. .. .	6,635,977	11,628,852	12,372,758	12,734,873	13,941,714	16,019,987
Radio .. .. .	516,178	782,023	797,956	1,191,521	(a)	(a)
Miscellaneous .. .. .	439,461	725,115	741,403	831,700	945,688	1,031,379
Total .. .. .	17,366,311	29,802,290	31,389,654	33,306,701	38,348,827	44,776,807

(a) Included under Broadcasting Services.

Further particulars of the Postmaster-General's Department's receipts to 1949-50 are given in Chapter V.—Transport and Communication (part I. Posts, Telegraphs, Telephones and Wireless).

(ii) *Broadcasting Services.* Following the amendment of the Australian Broadcasting Act 1942-1946 by Act No. 64 of 1948, the Broadcasting Control Board was set up on 15th March, 1949. (See also Chapter V.—Transport and Communication, and Chapter XXIX.—Miscellaneous.)

Details of net receipts for the years 1949-50 and 1950-51 are shown in the following table :—

#### BROADCASTING SERVICES : NET RECEIPTS.

(£.)

Particulars.	1949-50.	1950-51.
Listeners' Licence Fees .. .. .	1,898,865	1,943,130
Broadcasting Station Licence fees .. .. .	16,811	17,670
Miscellaneous .. .. .	18,602	9,657
<b>Total .. .. .</b>	<b>1,934,278</b>	<b>1,970,457</b>

(iii) *Commonwealth Railways.* The Commonwealth Government is responsible for four railways—the Trans-Australian, the Central Australia, the North Australia and the Australian Capital Territory. The following table shows the amounts paid to the credit of the Consolidated Revenue Fund on account of each of these railways for the years 1938-39 and 1946-47 to 1950-51 :—

#### COMMONWEALTH RAILWAY REVENUE.

(£.)

Railway.	1938-39.	1946-47	1947-48.	1948-49.	1949-50.	1950-51.
Trans-Australian ..	330,643	691,740	754,360	888,512	980,632	1,175,504
Central Australia ..	137,521	395,377	383,630	679,161	775,845	815,739
North Australia ..	50,471	58,140	37,549	28,839	34,880	38,227
Aust. Cap. Territory ..	7,275	9,260	14,621	9,084	12,595	14,995
<b>Total ..</b>	<b>525,910</b>	<b>1,154,517</b>	<b>1,190,160</b>	<b>1,605,596</b>	<b>1,803,952</b>	<b>2,044,465</b>

Further particulars to 1949-50 are given in Chapter V.—Transport and Communication (part B. Railways).

4. *Other Sources of Revenue.*—Revenue derived by Consolidated Revenue Fund from the Territories of the Commonwealth during 1950-51 amounted to £1,150,000 (Australian Capital Territory, £831,000; Northern Territory, £319,000). Of other sources of revenue, amounting in 1950-51 to £14,663,000, the following are noteworthy:—Interest, £2,521,000; Civil Aviation, £3,504,000; and Net Profit on Australian Note Issue, £3,394,000.

#### Division III.—Expenditure.

1. *Details of Expenditure from Consolidated Revenue.*—The following table shows details of the expenditure from the Consolidated Revenue Fund during the years 1938-39 and 1946-47 to 1950-51.



COMMONWEALTH CONSOLIDATED REVENUE FUND : EXPENDITURE.  
(£'000.)

Departments, etc.	1938-39.	1946-47.	1947-48.	1948-49.	1949-50.	1950-51.
Defence Services (a) ..	8,061	159,836	69,148	56,304	42,774	74,045
War (1939-45) and Repatriation Services (b) ..	..		62,593	111,494	74,821	129,635
War (1914-18) and Repatriation Services (b) ..	19,257	19,259	19,674	21,647	21,773	
Subsidies and Bounties (c) ..	236	30,390	45,882	23,108	20,683	
Total Cost of Departments—						
Governor-General ..	33	47	45	52	45	53
Parliament ..	445	736	828	771	1,182	1,473
Prime Minister ..	1,133	1,510	1,857	2,239	2,734	3,954
External Affairs ..	70	1,305	1,832	1,661	1,972	3,778
Treasury ..	2,258	4,765	5,747	6,170	6,617	8,285
Attorney-General ..	282	569	689	745	821	1,096
Interior ..	1,275	1,437	1,703	2,039	2,358	2,727
Works and Housing ..	(d)	1,601	1,752	1,998	1,187	1,742
Civil Aviation ..	328	1,258	3,859	5,028	6,500	8,488
Trade and Customs ..	838	1,418	1,648	1,827	2,152	2,681
Health ..	338	473	581	768	1,034	1,133
Commerce and Agriculture ..	984	4,410	5,024	5,155	1,700	2,040
Social Services ..	325	776	801	1,073	1,357	1,826
Supply ..	(e)	(e)	(e)	821	1,185	441
Shipping and Transport ..	215	389	5,292	3,947	3,020	1,473
Territories ..	(f)	56	55	75	91	129
Immigration ..	(d)	183	1,411	3,589	9,801	12,970
Labour and National Service ..	..	1,127	1,277	1,328	1,776	2,413
National Development ..	..	227	353	319	402	771
Commonwealth Scientific and Industrial Research Organization ..	223	1,252	1,579	1,825	2,007	2,566
National Welfare Fund (g) ..	16,428	64,647	88,043	110,058	123,288	132,680
Business Undertakings—						
Postmaster-General ..	15,028	26,756	32,171	40,919	47,512	54,802
Broadcasting Services ..	(h)	(h)	(h)	(h)	2,872	3,591
Railways ..	1,351	1,921	2,089	2,594	2,792	3,381
Territories ..	1,100	3,291	4,189	5,768	7,294	8,260
Capital Works and Services—						
Defence and War (1939-45) Services ..	1,349	5,237	3,288	5,624	12,500	75,125
Repatriation ..	141	2,355	6,217	8,664	14,848	(i) 342
Postmaster-General ..	3,701	7,161	8,260	12,520	16,792	34,897
Broadcasting Services ..	(h)	(h)	(h)	(h)	157	212
Railways ..	142	114	148	223	482	1,461
Territories ..	739	1,226	1,447	2,628	3,161	5,085
Other ..	493	6,324	9,429	13,463	25,757	31,471
Total Capital Works and Services ..	6,565	22,417	28,789	43,122	73,697	148,593
Payments to or for States ..	15,649	60,381	66,660	78,604	101,132	128,032
Primary Production—Self Balancing Items ..	(j) 2,015	18,819	8,914	19,329	14,073	58,197
Grand Total ..	94,437	431,256	464,485	554,377	580,652	841,792
Per Head of Population ..	£ s. d. 13 12 5	£ s. d. 57 7 2	£ s. d. 60 15 11	£ s. d. 71 1 8	£ s. d. 72 2 8	£ s. d. 101 5 8

(a) For details see § 6, pages 796-7. (b) For details see § 7, page 798. (c) In previous issues of the Official Year Book part was included with War (1939-45) Services and the balance with Departments of Trade and Customs and Commerce and Agriculture. For details see pages 186-7. (d) Included with Department of the Interior. (e) Included with Defence Services. (f) Included with Prime Minister's Department. (g) For details see page 781. In 1938-39 expenditure consisted of Invalid and Age Pensions and Maternity Allowances. (h) Provided in part from Postmaster-General's Department Votes and balance from Wireless Broadcasting Trust Account. (i) In addition, £24,911,000 was provided from Loan Fund. (j) Assistance to Primary Producers.

Particulars for each department include interest, sinking fund, superannuation charges, etc., but do not include the expenditure on capital works and services and Defence, War and Repatriation Services. Details of expenditure of each department are shown in paragraph (2.) below.

A graphical representation of the revenue and expenditure of the Commonwealth Consolidated Revenue Fund appears on page 805. In this diagram Public Debt Charges (interest and sinking fund payments, etc.) are shown as a separate item, whereas in the table above, these charges are included in the section to which they relate. Details for 1950-51 are as follows :—Interest (including exchange on interest payments), £49,512,402; Sinking Fund, £17,087,439; Other Debt Charges, £375,032; Total, £66,974,873.

2. **Total Cost of Departments.**—(i) *Introductory.* Under the heading “Total Cost of Departments” are included (i) particulars of expenditure on the estimates of departments in respect of salaries and general expenses, and (ii) particulars of expenditure from special appropriations in respect of salaries of the Governor-General, Ministers, Judges, etc., Government contributions for superannuation, and interest and sinking fund charges, etc., allocated to departments. Expenditure from appropriations for Defence, War and Repatriation Services, and Capital Works and Services is not included.

Information on the functions of the several departments and the acts administered by the Ministers of Departments was published in Official Year Book No. 37, pages 76-86, and particulars of subsequent changes in departmental structure are given in this issue (pages 100-1).

(ii) *Governor-General.* Section 30 of the Constitution enacts that, until the Commonwealth Parliament otherwise provides, there shall be payable out of the Consolidated Revenue Fund for the salary of the Governor-General an annual sum of ten thousand pounds, and a proviso is made that the salary of a Governor-General shall not be altered during his continuance in office. The expenditure in connexion with the Governor-General and establishment for the years 1938-39 and 1946-47 to 1950-51 was as follows :—

**EXPENDITURE : GOVERNOR-GENERAL AND ESTABLISHMENT.**

(£.)

Details.	1938-39.	1946-47.	1947-48.	1948-49.	1949-50.	1950-51.
Salary .. .. .	10,000	10,000	10,000	10,000	10,000	10,000
Government Houses, maintenance, etc. . . . .	12,305	23,956	24,748	32,219	24,878	31,410
Governor-General's office (a) . . . . .	5,381	8,565	5,649	5,122	4,779	6,477
Interest and Sinking Fund .. . . .	5,079	4,082	4,446	4,956	5,090	4,873
Total .. .. .	32,765	46,603	44,843	52,297	44,747	52,760

(a) Represents official services outside the Governor-General's personal interests, and carried out mainly at the instance of the Government.

(iii) *Parliament.* Under this head have been grouped all the items of expenditure connected with the Commonwealth parliamentary government of Australia for the years 1938-39 and 1946-47 to 1950-51. Although the administration of the Electoral Act and the conduct of elections come within the functions of the Department of the Interior, the expenditure in connexion therewith is fundamentally incurred on account of the parliamentary government system and for that reason is included herein.

## EXPENDITURE : COMMONWEALTH PARLIAMENT.

(£.)

Details.	1938-39.	1946-47.	1947-48.	1948-49.	1949-50.	1950-51.
Salaries of Ministers .. .. .	19,325	22,749	29,150	29,150	29,150	29,150
Allowances to Senators .. .. .	36,171	36,200	54,300	54,300	74,429	89,978
Allowances to Members of House of Representatives .. .. .	74,900	74,928	111,358	112,000	151,970	184,425
Parliamentary Retiring Allowances .. .. .					12,290	11,164
Officers, staff, contingencies, etc. .. .. .	85,799	159,358	188,748	215,470	255,898	370,456
Printing .. .. .	22,000	34,924	28,479	42,417	49,600	59,269
Travelling expenses of Members .. .. .	41,429	66,021	70,973	71,920	91,000	121,548
Electoral Office .. .. .	85,143	106,231	120,774	138,411	208,939	260,535
Election expenses .. .. .	3,232	154,848	146,660	2,647	176,648	210,458
Administration of Electoral Act .. .. .	20,029	38,079	30,539	52,436	79,407	83,567
Interest and Sinking Fund .. .. .	41,444	33,170	36,144	49,304	41,393	39,595
Miscellaneous .. .. .	15,401	9,068	11,349	11,838	11,600	12,503
Total .. .. .	444,873	735,576	828,474	770,893	1,182,324	1,472,648

In Section 66 of the Constitution provision is made for the payment from Consolidated Revenue of an annual sum for the salaries of Ministers, and Section 48 specifies the amount of the allowance to each Senator and each Member of the House of Representatives. These details, together with subsequent increases, will be found on pages 14 and 18 of this volume, while details of the cost of parliamentary government of the Commonwealth and each State will be found on page 102.

(iv) *Prime Minister's Department.* Since the tables published in the last issue of the Official Year Book were prepared, several changes have occurred in departmental structure (see pages 100-1). This department has been affected as follows. In May, 1949, the Council for Scientific and Industrial Research, which was under the control of the Prime Minister's Department, was abolished, and the Commonwealth Scientific and Industrial Research Organization was constituted; early in 1950 the Office of Education and the Division of Economic Policy were transferred from the Department of Post-war Reconstruction to the Prime Minister's Department. In respect of each of these changes the table below has been amended so that the figures are comparable throughout the periods shown; that is, expenditure on the Office of Education and the Division of Economic Policy is incorporated in the table back to 1946-47, and the expenditure on the Council for Scientific and Industrial Research has been deleted and is now included under the heading of the Commonwealth Scientific and Industrial Research Organization (see page 784). External territories were administered by the Prime Minister's Department until June, 1941, when the Department of External Territories was created. Particulars of expenditure relating to the administration of external territories for the years 1946-47 to 1950-51 are shown under the heading of the Department of Territories (see page 783). The expenditure of the Prime Minister's Department for the years 1938-39 and 1946-47 to 1950-51 is shown in the following table:—

## EXPENDITURE : PRIME MINISTER'S DEPARTMENT.

(£.)

Details.	1938-39.	1946-47.	1947-48.	1948-49.	1949-50.	1950-51.
Salaries, contingencies and miscellaneous .. .. .	210,770	203,150	203,854	244,257	389,002	(a) 921,624
Audit Office .. .. .	38,434	108,724	147,561	192,050	210,598	271,789
Public Service Board .. .. .	50,688	94,456	143,435	212,489	288,765	380,791
High Commissioner's Office, London .. .. .	81,369	263,269	351,490	450,012	485,423	547,577
Office of Education .. .. .		383,377	471,738	494,803	495,490	820,999
Security Services .. .. .				13,000	115,000	208,000
Mail Service, Pacific Islands .. .. .	49,077	(b)	(b)	(b)	(b)	(b)
Australian National University .. .. .		14,000	50,000	102,000	216,000	280,000
North Australia Survey .. .. .	10,000					
National Oil Pty. Ltd. Agreement .. .. .	60,000					
Pensions and Superannuation .. .. .	10,473	14,036	18,790	27,837	27,580	32,016
Rent, repairs, etc. .. .. .	8,120	18,788	22,910	19,041	9,976	15,478
Interest and Sinking Fund .. .. .	613,696	410,459	446,863	483,595	496,691	476,006
Total .. .. .	1,132,627	1,510,259	1,856,641	2,239,084	2,734,525	3,954,280

(a) Includes £268,567, Jubilee Celebrations, 1951.

(b) Included with Department of Territories.

(v) *Department of External Affairs.* Expenditure of the department for the years 1938-39 and 1946-47 to 1950-51 is shown in the following table:—

## EXPENDITURE : DEPARTMENT OF EXTERNAL AFFAIRS.

(£.)

Details.	1938-39.	1946-47.	1947-48.	1948-49.	1949-50.	1950-51.
Salaries and General Expenses—						
Administrative .. .. .	20,129	224,617	230,028	239,171	284,451	381,919
Embassies—						
China .. .. .	..	72,993	57,188	47,244	27,386	14,888
Eire .. .. .	..	9,011	12,496	15,868	13,115	16,476
France .. .. .	..	40,015	53,692	56,816	52,395	55,136
Netherlands .. .. .	..	13,818	19,134	24,289	17,491	24,262
Union of Soviet Socialist Republics .. .. .	..	26,153	55,356	49,448	63,440	67,468
United States of America .. .. .	..	136,691	142,615	95,649	120,046	172,572
United States of Indonesia .. .. .	..	(a)	(a)	(a)	(a)	35,413
Legations—						
Brazil .. .. .	..	26,274	29,138	20,017	28,222	24,193
Chile .. .. .	..	29,603	18,218	17,727	3,091	..
Egypt .. .. .	..	..	..	..	7,524	22,443
Israel .. .. .	..	..	..	..	19,814	26,823
Italy .. .. .	..	..	..	..	26,487	30,800
Philippine Islands .. .. .	..	(a)	(a)	(a)	(a)	32,769
High Commissioners (b)—						
Canada .. .. .	..	32,200	35,459	28,971	37,642	39,705
India .. .. .	..	28,457	33,977	34,386	36,726	41,245
New Zealand .. .. .	..	13,723	15,911	17,625	21,283	23,612
Pakistan .. .. .	..	..	2,437	10,468	30,498	44,162
South Africa .. .. .	..	22,471	18,927	18,857	22,821	19,093
Consular Representation abroad .. .. .	..	143,610	211,299	190,946	218,379	198,343
Other Representation abroad .. .. .	..	46,625	60,122	60,911	64,916	74,650
International Labour Organization, United Nations Organization and other International agencies—Contributions and Representation at Conferences .. .. .	43,329	413,251	577,240	618,465	778,051	787,875
Contributions to International Relief Australian National Antarctic Research Expedition .. .. .	..	(c)	(c)	(c)	(c)	1,510,545
Miscellaneous .. .. .	6,710	20,062	254,755	107,529	84,200	118,924
		5,697	3,593	7,031	13,766	14,520
Total .. .. .	70,168	1,305,271	1,831,585	1,661,418	1,971,744	3,777,836

(a) Provided under Consular Representation abroad. (b) For High Commissioner, United Kingdom, see Prime Minister's Department. (c) Provided under War and Repatriation Services (see page 798).

(vi) *Department of the Treasury.* The sub-departments under the control of the Commonwealth Treasurer are the Treasury, the Supply and Tender Board, Taxation Office, Superannuation Board, and the Commonwealth Bureau of Census and Statistics. The Government Printing Office is also a sub-department of the Treasury, but its expenditure is charged to Parliament and the Departments utilizing its services. Details of the expenditure of the Treasury for the years 1938-39 and 1946-47 to 1950-51 are given in the following table:—

## EXPENDITURE : DEPARTMENT OF THE TREASURY.

(£.)

Details.	1938-39.	1946-47.	1947-48.	1948-49.	1949-50.	1950-51.
Treasury (a) .. .. .	56,528	235,035	282,542	239,562	233,450	324,688
Taxation Office .. .. .	618,537	2,529,374	3,261,302	3,667,266	4,121,799	5,326,217
Superannuation Board .. .. .	8,623	14,291	19,659	23,273	37,637	52,192
Census and Statistics .. .. .	60,939	132,717	169,321	227,246	273,682	373,998
Census .. .. .	4,113	244,415	143,604	82,293	53,882	10,188
Rent, repairs, etc. .. .. .	23,088	90,695	97,487	89,027	103,699	142,375
Interest and Sinking Fund .. .. .	911,004	903,130	1,012,066	1,101,241	1,014,366	1,246,809
Exchange .. .. .	514,240	374,891	341,039	372,060	364,887	436,602
Loan conversion expenses .. .. .	1,588	3,039	160,801	6,327	12,470	3,523
Miscellaneous .. .. .	58,968	146,869	258,837	356,957	416,020	368,630
Total .. .. .	2,257,628	4,764,456	5,746,658	6,170,252	6,616,962	8,285,222

(a) Includes Supply and Tender Board.

(vii) *Attorney-General's Department.* Details of expenditure for the years 1938-39 and 1946-47 to 1950-51 are furnished below:—

**EXPENDITURE : ATTORNEY-GENERAL'S DEPARTMENT.**

(£.)

Details.	1938-39.	1946-47.	1947-48.	1948-49.	1949-50.	1950-51.
Attorney-General's Office ..	19,699	42,922	44,098	59,687	78,835	123,164
Crown Solicitor's Office ..	27,642	104,317	123,658	133,689	140,132	179,225
Salaries of Justices of High Court .. .. .	18,500	21,600	28,400	28,500	28,300	32,000
High Court expenses ..	15,615	19,014	21,662	24,157	29,296	37,340
Court of Conciliation and Arbitration .. ..	24,046	60,070	89,581	117,868	133,962	139,170
Public Service Arbitrator ..	5,919	4,983	9,279	8,839	11,399	12,934
Patents, Trade Marks, etc. ..	71,126	97,642	127,862	145,661	151,572	196,799
Investigation Branch .. ..	16,219	52,125	59,198	66,506	64,502	78,769
Bankruptcy .. .. .	44,551	41,449	49,200	54,641	59,315	78,682
Reporting Branch .. .. .	13,922	25,058	36,855	45,062	52,600	70,725
Legal Service Bureau .. ..	..	36,867	46,107	(a)	(a)	57,921
Rent, repairs, etc. .. ..	15,131	36,277	32,175	36,295	41,011	56,136
Miscellaneous .. .. .	9,127	26,910	20,497	24,201	29,636	33,409
Total .. .. .	281,497	569,234	688,572	745,106	820,560	1,096,274

(a) Provided under War and Repatriation Services (see page 798).

(viii) *Department of the Interior.* Particulars of the expenditure for the years 1938-39 and 1946-47 to 1950-51 on services (other than Railways, Territories and the Electoral Office) under the control of this Department are shown in the table below.

In 1938-39 the administration of Commonwealth public works and immigration was the responsibility of the Department of the Interior and the expenditure for that year includes these services. For the years 1946-47 to 1950-51 the expenditure on these services is included under the respective departments. Northern Territory and the Australian Capital Territory, which are administered by the Department of the Interior are for convenience included under Territories, while expenditure in connexion with the Electoral Office, which is administered by the Department of the Interior, is included under Parliament. Commonwealth Railways, whose administration passed to the Department of Shipping and Fuel from the Department of the Interior in March, 1950, is also shown separately—see Railways below.

In March, 1950 the Department of Information was abolished and the News and Information Bureau was established under the control of the Department of the Interior. The table below has been revised to include expenditure on information services from 1946-47.

**EXPENDITURE : DEPARTMENT OF THE INTERIOR.(a)**

(£.)

Details.	1938-39.	1946-47.	1947-48.	1948-49.	1949-50.	1950-51.
Salaries, Contingencies and Miscellaneous—						
Administrative(b) ..	380,550	615,521	720,509	877,707	1,016,945	1,236,456
Meteorological Branch ..	80,107	60,578	116,424	194,963	291,601	398,772
Solar Observatory .. ..	6,816	22,887	32,301	36,028	45,449	55,739
Forestry Branch .. .. .	10,436	28,709	45,008	51,096	60,151	79,700
Rent, repairs and maintenance	17,618	101,134	119,158	129,966	174,283	216,358
Pensions, Superannuation and Retiring Allowances ..	20,567	21,761	29,367	31,005	33,437	41,479
Interest .. .. .	690,061	484,046	533,337	604,908	617,368	574,448
Sinking Fund .. .. .	69,237	102,295	107,410	112,781	118,420	124,341
Total .. .. .	1,275,392	1,436,931	1,703,514	2,039,354	2,357,654	2,727,293

(a) Excludes Railways, Territories and Electoral Office.

(b) Includes Information Bureau.

(ix) *Department of Works and Housing.* In February, 1945 the Department of Works was formed to take over Commonwealth works from the Department of the Interior. The functions of this department were expanded in July, 1945 to include Housing, which had previously been controlled by the Department of Post-war Reconstruction. Details of expenditure for the years 1946-47 to 1950-51 are shown in the following table:—

## EXPENDITURE : DEPARTMENT OF WORKS AND HOUSING.

(£.)

Details.	1946-47.	1947-48.	1948-49.	1949-50.	1950-51.
Administrative—Salaries and general expenses ..	1,500,217	1,659,389	1,872,538	1,058,035	1,594,430
Pensions, Superannuation and Retiring Allowances ..	8,102	11,168	13,378	16,080	21,406
Rent, repairs and maintenance ..	92,525	82,139	111,931	113,035	126,280
<b>Total</b> .. ..	<b>1,600,844</b>	<b>1,752,696</b>	<b>1,997,847</b>	<b>1,187,150</b>	<b>1,742,116</b>

(x) *Department of Civil Aviation.* Particulars of expenditure of the Department of Civil Aviation for the years 1938-39 and 1946-47 to 1950-51 are as follows:—

## EXPENDITURE : DEPARTMENT OF CIVIL AVIATION.

(£.)

Details.	1938-39.	1946-47.	1947-48.	1948-49.	1949-50.	1950-51.
Administrative—Salaries and general expenses ..	89,946	808,617	1,262,828	1,839,726	2,116,805	3,168,910
Development and Maintenance of Civil Aviation ..	162,232	202,132	352,202	604,291	1,348,886	1,767,034
Meteorological Services ..	..	149,330	173,100	219,000	222,500	264,905
Flying Boat Bases ..	55,919	38,444	54,845	63,147	91,659	(a)
Domestic Air Services ..	..	..	579,596	641,525	820,485	795,255
International Air Services ..	..	10,000	1,296,058	1,470,531	1,624,201	2,245,717
Rent, repairs and maintenance ..	8,428	40,531	130,213	178,342	264,351	235,345
Interest and Sinking Fund ..	11,625	9,258	10,088	11,249	11,553	11,051
<b>Total</b> .. ..	<b>328,150</b>	<b>1,258,312</b>	<b>3,859,020</b>	<b>5,027,811</b>	<b>6,500,440</b>	<b>8,488,217</b>

(a) Provided under Administrative and Development and Maintenance of Civil Aviation.

(xi) *Department of Trade and Customs.* Under this Department has been included the expenditure of all the sub-departments under the control of the Minister for Trade and Customs. The table has been revised to exclude bounties and subsidies which are now dealt with separately, (for details see page 787). Particulars for the years 1938-39 and 1946-47 to 1950-51 are given in the following table:—

## EXPENDITURE : DEPARTMENT OF TRADE AND CUSTOMS.

(£.)

Details.	1938-39.	1946-47.	1947-48.	1948-49.	1949-50.	1950-51.
Administrative .. ..	691,723	1,164,549	1,402,057	1,573,913	1,816,559	2,391,756
Tariff Board .. ..	13,252	13,236	16,092	19,182	16,914	28,914
Film Censorship .. ..	4,466	5,273	6,309	8,490	9,721	11,317
Prices Branch .. ..	..	(a)	(a)	(a)	(a)	21,146
Audit (proportion) .. ..	11,786	20,765	18,135	17,784	16,315	21,437
Pensions and Superannuation ..	45,063	51,571	67,502	70,337	74,708	87,507
Rent, repairs, etc. .. ..	7,373	32,292	59,357	82,697	80,094	43,343
Interest and Sinking Fund .. ..	34,321	27,735	39,198	33,635	34,558	33,119
Remissions of duty .. ..	28,768	46,195	47,684	18,786	31,809	40,212
Miscellaneous .. ..	1,736	(b) 55,994	1,081	1,610	(c) 71,404	2,338
<b>Total</b> .. ..	<b>838,488</b>	<b>1,417,610</b>	<b>1,648,415</b>	<b>1,826,434</b>	<b>2,152,082</b>	<b>2,681,089</b>

(a) Provided under War and Repatriation Services. (b) Includes £55,000 compensation under Motor Manufacture Repeal Act 1945. (c) Includes assistance to the Cotton Marketing Board, £68,978.

(xii) *Department of Health.* Details of expenditure for the years 1938-39 and 1946-47 to 1950-51 are given in the table which follows. Expenditure on National Health and other services from the National Welfare Fund which are administered by the Health Department is shown in sub-para. (xiv).

## EXPENDITURE : DEPARTMENT OF HEALTH.

( £. )

Details.	1938-39.	1946-47.	1947-48.	1948-49.	1949-50.	1950-51.
Administrative .. .. .	135,506	196,369	261,109	152,938	209,153	297,059
Health Services (a) .. .. .	3,492	22,325	42,795	204,889	173,766	286,994
Quarantine .. .. .	(b)	(b)	(b)	66,462	79,997	143,247
Interest and Sinking Fund .. .. .	23,661	20,132	21,549	23,512	24,067	23,300
Rent and Repairs .. .. .	14,102	37,607	42,237	54,798	43,182	51,793
Pensions and Superannuation .. .. .	2,870	5,261	7,950	9,746	9,366	12,469
Subsidy, Cattle Tick Control .. .. .	69,450	53,325	53,325	53,325	253,325	53,000
Medical Research .. .. .	30,000	32,010	50,000	55,000	68,047	85,000
Nutrition—Publicity and surveys .. .. .	2,969	3,274	..	..	..	..
World Health Organization .. .. .	..	..	199	44,760	56,934	59,742
Child Health Centres .. .. .	5,000	20,000	20,000	20,000	25,000	25,000
Council for National Fitness .. .. .	371	72,500	72,500	72,500	72,500	72,500
Aerial Medical Services subsidy .. .. .	5,000	7,500	7,500	7,500	12,500	20,869
Miscellaneous .. .. .	(c) 45,734	3,099	1,728	2,124	(d) 6,124	1,970
Total .. .. .	338,155	473,392	580,892	767,554	1,033,961	1,132,943

(a) Includes X-ray and Radium Laboratory, Acoustics Laboratory, administration of Pharmaceutical Services, etc. (b) Included under Administrative. (c) Includes reserve of essential drugs and medical equipment, £39,430. (d) Includes subscription to International Veterinary Bureau, £4,937.

(xiii) *Department of Commerce and Agriculture.* Particulars of the expenditure of the Department of Commerce and Agriculture for the years 1938-39 and 1946-47 to 1950-51 are given below :—

## EXPENDITURE : DEPARTMENT OF COMMERCE AND AGRICULTURE.

( £. )

Details.	1938-39.	1946-47.	1947-48.	1948-49.	1949-50.	1950-51.
Administrative .. .. .	58,218	150,726	222,678	223,137	239,669	296,046
Administration of Commerce (Trade Descriptions) Act .. .. .	174,876	297,483	348,368	400,456	446,503	516,052
Division of Agricultural Economics .. .. .	..	18,316	27,501	34,358	44,187	77,706
Division of Agricultural Production .. .. .	..	..	30,687	28,925	33,580	41,493
Oversea Trade publicity .. .. .	67,016	12,267	14,439	11,647	11,509	12,966
Commercial intelligence service abroad .. .. .	47,248	110,247	178,381	191,602	200,640	241,030
Wool publicity and research .. .. .	73,816	..	..	..	..	..
Wool use promotion and research .. .. .	..	229,957	546,839	317,452	340,970	347,506
Herd testing .. .. .	..	10,827	20,000	20,000	20,000	20,000
Drought Relief .. .. .	..	729,196	556,036	43	10,432	1,079
Research, experimental, investigation and development work .. .. .	..	8,485	2,932	9,766	5,541	6,085
Agricultural machinery control .. .. .	..	12,624	10,114	4,448	..	..
Assistance to Tasmanian Primary Producers .. .. .	..	75,000	..	..	..	..
Wheat Industry Stabilization Board .. .. .	..	28,094	27,384	27,557	..	..
Emergency transport of wheat .. .. .	..	1,500,468	143,278	..	34,992	9,121
Wheat contract with New Zealand .. .. .	..	876,962	2,692,337	3,537,426	..	..
International Wheat Council—Contributions .. .. .	..	..	..	..	4,084	3,831
Dairy Industry Efficiency Grant .. .. .	..	..	..	141,356	101,519	204,745
Rent, repairs, maintenance, etc. .. .. .	13,081	20,379	12,230	10,266	8,612	8,558
Pensions and Retiring Allowances .. .. .	12,959	9,868	15,674	14,628	14,689	17,981
Interest .. .. .	198,599	224,716	130,936	148,568	151,591	141,052
Sinking Fund .. .. .	245,404	57,633	22,470	23,594	24,774	26,013
All Other .. .. .	(a) 92,416	36,391	21,633	9,882	6,708	(b) 68,810
Total .. .. .	(c) 983,633	4,409,639	5,023,917	5,155,044	1,700,000	2,040,074

(a) Includes representation at New York World Fair, £39,730, and San Francisco Exhibition, £21,335. (b) Includes £29,817 for legal costs. (c) Revised to exclude £10,462, Fruit Bounties, now included under Subsidies and Bounties.

(xiv.) *Social Services.* The Department of Social Services, constituted during 1940-41, administers Age and Invalid Pensions, Maternity Allowances, Child Endowment, Widows' Pensions, and Unemployment and Sickness Benefits. Particulars of administrative expenditure during the years 1938-39 and 1946-47 to 1950-51 are as follows:—

## EXPENDITURE : DEPARTMENT OF SOCIAL SERVICES.

(£.)

Details.	1938-39.	1946-47.	1947-48.	1948-49.	1949-50.	1950-51.
Administrative .. ..	..	23,783	44,128	55,325	91,997	101,581
Child Endowment Branch ..	..	150,884	173,607	206,241	260,294	1,584,620
Age and Invalid Pensions and Maternity Allowances Branch .. ..	138,634	279,504	333,146	425,804	524,755	
Widows' Pensions Branch ..	..	27,673	32,201	40,320	41,076	
Unemployment and Sickness Benefits Branch .. ..	..	217,012	129,504	182,658	254,834	
Rehabilitation Branch .. ..	..	..	..	52,396	76,354	
Miscellaneous .. ..	136,100	77,273	88,566	110,057	107,426	
Total .. ..	324,734	776,129	801,152	1,072,801	1,356,736	1,825,796

Expenditure from the Consolidated Revenue and National Welfare Funds on Social Services during the years 1938-39 and 1946-47 to 1950-51, including services administered by the Department of Health, is shown in the following table:—

## EXPENDITURE ON SOCIAL SERVICES.

(£.)

Details.	1938-39.	1946-47.	1947-48.	1948-49.	1949-50.	1950-51.
Age and Invalid Pensions ..	15,991,782	29,416,673	36,526,395	41,693,680	44,557,161	49,520,285
Funeral Benefits .. ..	..	209,349	209,588	252,979	245,822	254,058
Widows' Pensions .. ..	..	3,366,288	3,904,086	4,388,468	4,420,566	4,828,086
Maternity Allowances .. ..	436,614	3,026,459	2,854,018	2,828,849	3,607,906	3,057,519
Child Endowment .. ..	..	19,862,933	19,423,518	24,323,413	30,337,393	43,584,614
Unemployment and Sickness Benefits .. ..	..	1,650,125	1,217,474	1,070,426	2,506,425	1,037,213
Community Rehabilitation ..	..	..	..	33,979	218,940	309,811
Hospital Benefits .. ..	..	4,380,296	4,448,015	5,880,476	6,320,164	6,535,628
Pharmaceutical Benefits ..	..	..	..	149,037	304,689	2,930,163
Tuberculosis Benefits .. ..	..	109,603	27,590	156,049	534,550	2,275,399
National Health Services— Medical Benefits to Pensioners .. ..	..	..	..	..	..	75,511
Nutrition of Children .. ..	..	..	..	..	..	35,775
Miscellaneous .. ..	..	..	..	..	93,888	130,628
Mental Institution Benefits ..	..	..	..	..	255,586	405,664
Rental Rebates under Housing Agreement .. ..	..	..	..	..	564	3,021
Total .. ..	16,428,396	62,021,726	68,612,684	80,777,356	92,803,624	114,983,375
Balance remaining in National Welfare Fund .. ..	..	2,625,010	19,429,928	29,280,634	30,484,066	17,696,468
Grand Total .. ..	16,428,396	64,646,736	88,042,612	110,057,990	123,287,690	132,679,843

(xv) *Department of Supply.*—Early in 1950 the Departments of Supply and Development, and Shipping and Fuel were abolished, and the three Departments of Supply—Fuel, Shipping and Transport—and National Development were established. The Department of Supply took over the supply sections of the former Department of Supply and Development. Before 1948-49 expenditure for all the functions now performed by the Department of Supply was provided under Defence and War and Repatriation



Services. In the following table expenditure on services now controlled by this Department, and not provided under Defence or War and Repatriation Services, is shown for the years 1948-49 to 1950-51 :—

## EXPENDITURE : DEPARTMENT OF SUPPLY.

( £. )

Details.	1948-49.	1949-50.	1950-51.
Administration—Salaries and general expenses ..	40,000	75,000	55,000
Ship Construction—Salaries and general expenses	66,795	70,534	80,011
Transport and Storage Services .. ..	571,783	977,105	284,881
Reserves of Stores and Materials .. ..	..	10,807	..
Mining Industry—Assistance .. ..	102,086	29,110	(a)
Electricity Supply in Australia—Development ..	23,632	11,222	21,358
Bureau of Mineral Resources—Operations ..	16,642	11,485	(a)
Total .. ..	820,938	1,185,263	441,250

(a) Provided under Department of National Development.

(xvi) *Department of Shipping and Transport.* This Department, formed early in 1950, was at first known as the Department of Fuel, Shipping and Transport and took over the functions of the former Departments of Shipping and Fuel and of Transport. In May, 1951, the fuel function was transferred to the Department of National Development.

The table below shows expenditure on these functions for the years 1938-39 and 1946-47 to 1950-51 :—

## EXPENDITURE : DEPARTMENT OF SHIPPING AND TRANSPORT.

( £. )

Details.	1938-39.	1946-47.	1947-48.	1948-49.	1949-50.	1950-51.
Administrative .. ..	..	(a) 54,618	795,549	597,566	685,707	132,274
Marine Branch .. ..	208,129	320,957	359,582	392,885	434,986	553,145
Shipping Branch and Australian Shipping Board .. ..	..	(b)	2,087,795	1,939,364	(c) 621,401	68,232
Stevedoring Industry .. ..	..	..	260,472	670,128	499,239	(d)
Joint Coal Board .. ..	..	(b)	866,500	284,135	724,178	635,645
Rent, repair and maintenance of buildings .. ..	1,398	12,958	82,478	50,043	38,722	20,081
Audit (proportion) .. ..	..	..	..	8,477	5,085	35,964
Pensions and Superannuation .. ..	..	..	..	3,791	4,742	7,998
Miscellaneous .. ..	5,305	854	(e) 839,533	1,064	6,345	19,549
Total .. ..	214,832	389,387	5,291,909	3,947,453	3,020,405	1,472,888

(a) Transport only, remainder provided under Defence and War and Repatriation Services.  
 (b) Provided under War and Repatriation Services. (c) Provision also made under Administrative.  
 (d) Provided under Department of Labour and National Service. (e) Includes Reserves of Stores and Materials, £764,098.

(xvii) *Department of Territories.* This Department was set up in June, 1941 to administer the Commonwealth External Territories of Papua, New Guinea, Norfolk Island and Nauru. In May, 1951, it took over administration of the Northern Territory from the Department of the Interior. Expenditure of the Department for the years 1946-47 to 1950-51 is shown hereunder. Particulars of expenditure on Territories are given in sub-para. (xxv) following.

## EXPENDITURE : DEPARTMENT OF TERRITORIES.

( £. )

Details.	1946-47.	1947-48.	1948-49.	1949-50.	1950-51.
Administration — Salaries and general expenses .. ..	42,338	53,952	73,776	88,452	126,889
Shipping and mail services to the Pacific Islands .. ..	12,367	130	..	..	..
Superannuation .. ..	183	249	248	249	509
Rent, repair and maintenance of buildings .. ..	909	909	866	2,270	905
<b>Total .. ..</b>	<b>55,797</b>	<b>55,240</b>	<b>74,890</b>	<b>90,971</b>	<b>128,303</b>

(xviii) *Department of Immigration.* This Department was formed in July, 1945 to administer immigration, naturalization, etc. Prior to the formation of the Department, this work was carried out by a section of the Department of the Interior. Expenditure for the years 1946-47 to 1950-51 is shown in the following table :—

## EXPENDITURE : DEPARTMENT OF IMMIGRATION.

( £. )

Details.	1946-47.	1947-48.	1948-49.	1949-50.	1950-51.
Administration — Salaries and general expenses .. ..	128,268	207,126	396,212	819,971	888,101
British migration .. ..	32,772	902,202	1,338,334	2,347,860	3,316,252
Displaced persons from Europe .. ..	..	163,710	1,334,953	4,041,772	874,914
Other Assisted Immigration .. ..	93	61,464	126,112	257,737	399,804
Reception and Training and Holding Centres—					
Equipment .. ..	..	28,691	207,844	744,656	800,396
Maintenance .. ..	..	..	(a)	(a)	3,519,565
Contributions to States towards establishment .. ..	..	12,753	30,647	9,115	25,011
Workers' Hostels .. ..	..	..	..	1,023,259	1,846,312
Medical and Hospital treatment for Migrants .. ..	..	3,852	25,931	310,724	756,196
Education in English Language .. ..	..	..	5,498	52,185	163,925
Miscellaneous .. ..	15,491	24,475	119,871	116,589	115,285
Superannuation .. ..	17	447	689	1,153	934
Rent, repair and maintenance of buildings .. ..	6,578	6,287	3,747	76,416	263,066
<b>Total .. ..</b>	<b>183,219</b>	<b>1,411,007</b>	<b>3,588,938</b>	<b>9,801,437</b>	<b>12,969,761</b>

(a) Included with Displaced persons from Europe.

(xix) *Department of Labour and National Service.* This Department was set up during the 1939-45 War for the purpose of mobilizing the nation's man-power and to deal with matters affecting industrial relations, welfare and training, and war housing. The Department's post-war functions relate to industrial matters, vocational training (other than University type) of discharged members of the Forces, the operation of the Commonwealth Employment Service, etc.

Prior to 1946-47, expenditure on this Department was included under Defence, War and Repatriation Services. Expenditure for the years 1946-47 to 1950-51 is shown in the following table:—

**EXPENDITURE : DEPARTMENT OF LABOUR AND NATIONAL SERVICE.**  
(£.)

Details.	1946-47.	1947-48.	1948-49.	1949-50.	1950-51.
Administrative .. ..	1,031,651	1,178,557	1,242,624	1,675,015	1,900,185
Stevedoring Industry .. ..	(a)	(a)	(a)	(a)	420,409
Superannuation .. ..	37	507	684	756	2,033
Rent, repair and maintenance of buildings .. ..	95,742	97,676	84,882	99,797	90,164
Total .. ..	1,127,430	1,276,740	1,328,190	1,775,568	2,412,791

(a) Provided under Department of Shipping and Transport.

(xx) *Department of National Development.* This Department was formed early in 1950 to carry out the Government's policy for national development. Transferred to it from other Departments were—the Division of Industrial Development and the Regional Planning Division (from the former Department of Post-war Reconstruction) and the Bureau of Mineral Resources (from the former Department of Supply and Development). In May, 1951, the Fuel Branch of the Department of Fuel, Shipping and Transport was also transferred to it.

Expenditure on the services now performed by the Department of National Development is shown in the following table for the years 1946-47 to 1950-51:—

**EXPENDITURE : DEPARTMENT OF NATIONAL DEVELOPMENT.**  
(£.)

Details.	1946-47.	1947-48.	1948-49.	1949-50.	1950-51.
Administrative—Salaries and general expenses .. ..	193,604	321,147	287,991	298,451	436,778
Bureau of Mineral Resources .. ..	(a)	(a)	(b)	(c) 78,284	282,309
Rent, repair and maintenance of buildings .. ..	33,388	31,679	30,502	24,816	51,955
Total .. ..	226,992	352,826	318,493	401,551	771,042

(a) Provided under Defence and War and Repatriation Services. (b) Provided under Department of Supply. (c) Also part provided under Department of Supply.

(xxi) *Commonwealth Scientific and Industrial Research Organization.* This organization was created in May, 1949, when the former Council for Scientific and Industrial Research, controlled by the Prime Minister's Department, was abolished.

The table below shows expenditure on the services now performed by the Commonwealth Scientific and Industrial Research Organization for the years 1938-39 and 1946-47 to 1950-51:—

**EXPENDITURE : COMMONWEALTH SCIENTIFIC AND INDUSTRIAL RESEARCH ORGANIZATION.**  
(£.)

Details.	1938-39.	1946-47.	1947-48.	1948-49.	1949-50.	1950-51.
Administrative—Salaries and general expenses .. ..	20,907	89,597	111,621	142,215	169,977	229,800
Investigations .. ..	174,424	1,125,680	1,409,689	1,615,119	1,737,343	2,225,420
Grants .. ..	..	..	1,935	6,388	22,917	21,535
Commonwealth Agricultural Bureaux—Contributions .. ..	10,134	10,427	20,358	20,358	20,358	20,358
Standards Association of Australia—Grant .. ..	8,000	19,500	24,000	27,000	30,000	33,000
Other Contributions, etc. .. ..	9,750	6,508	11,464	13,705	14,331	20,793
Rent, repair and maintenance of buildings .. ..	..	..	..	..	12,277	15,122
Total .. ..	223,215	1,251,712	1,579,067	1,824,785	2,007,203	2,566,028

(xxii) *Postmaster-General's Department.* From the beginning of 1949-50, Broadcasting Services were separated from the Postmaster-General's Department. In years prior to 1949-50 part of the expenditure on these services is included with the Postmaster-General's Department. Details of the expenditure of this Department for the years 1938-39 and 1946-47 to 1950-51 are given in the following table:—

## EXPENDITURE : POSTMASTER-GENERAL'S DEPARTMENT.

(£.)

Details.	1938-39.	1946-47.	1947-48.	1948-49.	1949-50.	1950-51.
Salaries, stores and materials, mail, engineering services, etc.	11,563,510	22,617,000	27,854,862	36,457,765	42,805,882	49,652,673
Public Works Staff—Salaries, etc.	60,000	68,000	68,000	94,000	96,000	(a)
Audit (proportion)	11,660	13,000	13,000	13,000	17,000	17,000
Pensions and Retiring Allowances	75,113	30,329	27,989	26,986	23,058	20,020
Superannuation	316,747	428,445	575,103	613,885	641,546	775,279
Rents, repairs, etc.	114,183	223,310	335,978	461,329	599,302	733,471
Interest	1,398,690	1,072,607	984,404	924,164	864,268	757,753
Sinking Fund	1,128,933	1,709,210	1,857,680	1,950,552	2,048,014	2,150,213
Exchange	359,397	428,827	396,143	377,437	417,201	696,005
Loans, Redemption and Conversion expenses	..	104,973	57,985	..	..	..
Total	15,028,233	26,755,701	32,171,144	40,919,118	47,512,271	54,802,414

(a) Expenditure charged to various works.

Further details of expenditure for 1949-50 on account of the Postmaster-General's Department appear in Chapter V.—Transport and Communication (part I., Posts, Telegraphs, Telephones and Wireless).

(xxiii) *Broadcasting Services.* Since 1949-50 all expenditure on broadcasting services has been brought together in one section. Previously these services had been financed partly by the Postmaster-General's Department and partly from the Wireless Broadcasting Trust Account. Details of expenditure for 1949-50 and 1950-51 are shown in the following table:—

## EXPENDITURE : BROADCASTING SERVICES.

(£.)

Details.	1949-50.	1950-51.
Australian Broadcasting Control Board	36,665	58,900
Australian Broadcasting Commission—Salaries, general and programme expenses	1,539,314	2,010,293
Technical and other Services—Postmaster-General	1,290,430	1,508,518
Repairs and maintenance	5,748	12,169
Audit (proportion)	..	900
Total	2,872,157	3,590,780

(xxiv) *Railways.* The Commonwealth Railways, previously administered by the Department of the Interior, were transferred in March, 1950 to the newly-formed Department of Fuel, Shipping and Transport (later Shipping and Transport). The expenditure on railways for the years 1938-39 and 1946-47 to 1950-51 is shown below.

**EXPENDITURE : COMMONWEALTH RAILWAYS.**  
(£.)

Details.	1938-39.	1946-47.	1947-48.	1948-49.	1949-50.	1950-51.
Working expenses—						
Trans-Australian ..	493,463	740,556	900,212	1,055,111	1,165,279	1,456,886
North Australia ..	55,186	52,222	55,489	55,485	74,090	69,324
Central Australia ..	214,374	439,252	485,517	656,935	727,689	867,206
Aust. Capital Territory ..	7,365	13,195	15,013	17,666	18,689	26,260
Interest ..	392,194	341,189	320,116	312,581	300,731	298,205
Sinking Fund ..	75,230	110,575	116,095	121,889	127,978	134,373
Exchange ..	62,674	80,516	70,456	67,289	74,155	122,318
Contribution to South Australia (Port Augusta—Port Pirie Railway) ..	20,000	20,000	20,000	20,000	20,000	20,000
Superannuation ..	13,467	19,381	27,777	27,165	27,979	34,005
Freight concessions—North Australia and Central Australia Railways ..	..	..	..	203,841	196,339	296,538
Miscellaneous ..	17,088	104,286	(a)77,936	(a)56,358	(a)58,972	(a)55,516
<b>Total ..</b>	<b>1,351,041</b>	<b>1,921,172</b>	<b>2,088,611</b>	<b>2,594,320</b>	<b>2,791,901</b>	<b>3,380,631</b>

(a) Includes loans, redemption and conversion expenses, 1946-47, £54,648; 1947-48, £20,274; 1948-49, £903; 1949-50, £6,808; and 1950-51, £402.

Additional details of the financial operations of the Commonwealth Railways to 1949-50 are given in Chapter V.—Transport and Communication (part B, Railways).

(xxv) *Territories.* The following table shows the expenditure on account of territorial services for the years 1938-39 and 1946-47 to 1950-51. The Australian Capital Territory is administered by the Department of the Interior, and the Department of Territories controls the external territories and the Northern Territory. The expenditure has been grouped in one table for convenience. Information in greater detail will be found in the *Finance Bulletins* issued by this Bureau.

**EXPENDITURE : TERRITORIES.**  
(£.)

Details.	1938-39.	1946-47.	1947-48.	1948-49.	1949-50.	1950-51.
Internal—						
Australian Capital (a)	637,228	941,275	1,045,181	1,240,131	1,519,090	1,923,726
Northern (a) ..	402,899	819,613	861,180	1,105,154	1,421,478	1,814,316
External—						
Papua ..	48,830	1,526,342	2,278,043	3,418,351	4,348,427	4,518,034
New Guinea ..	5,532	..	..	..	..	..
Norfolk Island ..	5,471	4,075	4,076	4,540	4,479	4,481
<b>Total ..</b>	<b>1,099,960</b>	<b>3,291,305</b>	<b>4,188,480</b>	<b>5,768,176</b>	<b>7,293,474</b>	<b>8,260,557</b>

(a) Excludes Railways, see para. XXIV.

3. *Subsidies and Bounties.*—The following table shows details, for the years 1938-39 and 1946-47 to 1950-51, of Commonwealth expenditure from revenue on subsidies, bounties and assistance to primary producers. Expenditure on special relief such as drought, frost, flood and bush fire, etc., is not included, nor are items of expenditure grouped under “Primary Production—Self Balancing Items”. These items of expenditure are from the proceeds of certain taxes on primary products and profits from

marketing schemes, which have been paid to trust funds for the purpose of price or other stabilization schemes or for distribution to producers. Information relating to these schemes and other assistance to primary producers is given in Chapter XX.—Agricultural Production.

Previously, particulars of price stabilization subsidies and assistance to primary producers were included in this chapter partly with expenditure on War (1939-45) and Repatriation Services and partly with departmental expenditure. As the items included with War (1939-45) and Repatriation Services expenditure are no longer regarded as war expenditure, and because of the importance of the subject, they have now been combined in the one table following.

Details of price stabilization subsidies and of various forms of assistance to primary producers for earlier years may be found on pages 414 and 1014-5 respectively of Official Year Book No. 38.

## EXPENDITURE : SUBSIDIES AND BOUNTIES.

(£'000.)

Item.	1938-39.	1946-47.	1947-48.	1948-49.	1949-50.	1950-51.
<b>Subsidies—</b>						
<b>Price Stabilization—</b>						
Tea .. .. .		4,414	6,840	4,667	6,986	7,129
Potatoes .. .. .		3,012	2,703	1,065	..	..
Whole Milk .. .. .		2,253	2,157	564	..	..
Recoupment of Basic Wage Increases .. .. .		2,307	609	..	..	..
Imports (other than Tea) .. .. .		3,691	8,539	7,605	572	..
Coal .. .. .		959	2,352	232	..	(a) 1,704
Firewood .. .. .		315	257	5	..	..
Rubber .. .. .		333	..	..	..	..
Raw Wool .. .. .		3,417	9,227	..	..	..
Tobacco .. .. .		618	41	..	..	..
Other .. .. .		1,322	2,306	682	..	140
<b>Total .. .. .</b>		<b>22,641</b>	<b>35,031</b>	<b>14,820</b>	<b>7,558</b>	<b>8,973</b>
<b>Assistance to Primary Production—</b>						
Dairy Industry .. .. .		1,739	7,018	4,653	8,008	(b) 14,998
Superphosphate .. .. .		2,987	3,491	3,374	3,657	263
Nitrogenous Fertilizers .. .. .		187	130	164	781	599
<b>Jute Products for Primary Industry .. .. .</b>		<b>992</b>	<b>164</b>	<b>..</b>	<b>2</b>	<b>..</b>
Assistance to Stock Feeders .. .. .		1,000	5	21	..	..
Apple and Pear Industry .. .. .		811	..	..	..	..
<b>Wheat Acreage Restrictions—</b>						
Western Australia .. .. .		2	..	..	..	..
Wheat Industry .. .. .		1	..	..	622	683
Other .. .. .		..	..	37	..	36
<b>Total .. .. .</b>		<b>7,719</b>	<b>10,808</b>	<b>8,249</b>	<b>13,070</b>	<b>16,579</b>
<b>Total Subsidies .. .. .</b>		<b>30,360</b>	<b>45,839</b>	<b>23,069</b>	<b>20,628</b>	<b>25,552</b>
<b>Bounties—</b>						
Tractor .. .. .		23	20	37	54	90
Raw Cotton .. .. .		115	6	9	..	..
Wool Products .. .. .		..	..	..	..	14,875
Wine Export .. .. .		(c) 65	14	2	1	..
Other .. .. .	(d) 121	1	..	..	..	20
<b>Total Bounties .. .. .</b>		<b>236</b>	<b>43</b>	<b>39</b>	<b>55</b>	<b>14,985</b>
<b>Grand Total .. .. .</b>		<b>236</b>	<b>45,882</b>	<b>23,108</b>	<b>20,683</b>	<b>40,537</b>

(a) Imported coal. (b) Dairy products. (c) Expenditure from Wine Export Encouragement Fund to which collections of excise on fortifying spirit and grape must were credited. (d) Includes Sulphur Bounty, £88,000.

4. **Capital Works and Services.**—The expenditure on capital works and services during the years 1938–39 and 1946–47 to 1950–51 was as follows:—

**EXPENDITURE : CAPITAL WORKS AND SERVICES.**

(£.)

Details	1938–39.	1946–47.	1947–48.	1948–49.	1949–50.	1950–51.
Departmental—						
Defence .. .. .	1,349,123	2,236,514	3,287,751	5,624,480	12,500,496	275,124,849
Other .. .. .	634,046	8,679,030	15,646,373	22,126,639	40,605,233	31,812,693
Business Undertakings	3,842,955	7,275,152	8,407,646	12,742,807	17,430,706	36,570,025
Territories .. .. .	739,144	1,226,020	1,447,568	2,627,638	3,160,952	5,085,470
Total .. .. .	6,565,268	22,416,716	28,789,338	43,121,564	73,697,387	148,593,037

(a) Provided under ordinary Defence Services.

(b) Includes amount provided under ordinary

A detailed statement of expenditure on Capital Works and Services from Revenue, Trust and Loan Funds will be found in § 5, page 795.

5. **Defence, War and Repatriation Services.**—Full details concerning the expenditure from Consolidated Revenue upon Defence, War and Repatriation Services will be found in §§ 6 and 7, pages 796–8.

**Division IV.—Payments to or for the States.**

1. **General.**—An outline of the provisions of the Constitution requiring the Commonwealth to make payments to the States, and of the systems which followed, is given in earlier issues of the Official Year Book (*see* No. 37, pages 633 to 638). In the following paragraphs reference is made to the agreements at present in operation.

2. **Financial Agreement.**—Details of the Financial Agreement between the Commonwealth and the States are given in Official Year Book No. 37, pages 685 to 690. Under this agreement the Commonwealth agreed to contribute £7,584,912 per annum towards interest payable on the State Debts for a period of 58 years from 1st July, 1927. This amount is to be distributed amongst the States as follows:—New South Wales, £2,917,411; Victoria, £2,127,159; Queensland, £1,096,235; South Australia, £703,816; Western Australia, £473,432; Tasmania, £266,859; Total, £7,584,912.

These amounts are equal to the sums paid by the Commonwealth to each State in the year 1926–27 at the rate of 25s. per head of population, the rate at which the Commonwealth had contributed annually to the States since 1st July, 1910 as compensation for the States relinquishing, after Federation, the right to levy Customs and Excise Duties.

In addition, the Commonwealth agreed to pay to the National Debt Sinking Fund for redemption of State Debts the following amounts:—(a) an annual contribution of 2s. 6d. per cent. of the net public debt of the States at 30th June, 1927 for a period of 58 years from 1st July, 1927 (in respect of New South Wales net public debt from 1st July, 1928); (b) an annual contribution of 5s. per cent. on new borrowings (except those for redemption, conversion or funding a State deficit) after 1st July, 1927 for a period of 53 years from the date of raising; (c) an annual contribution of 5s. per cent. on loans raised to meet revenue deficits occurring between 1st July, 1927 and 30th June, 1935 for a period of 39 years from 1st July, 1944.

3. **Special Grants.**—The Constitution provides in Section 96 for the granting of special financial assistance to the States. Western Australia has received financial assistance each year since 1910–11. In 1912 a grant was made to Tasmania, the amount payable in the first year, 1912–13, being £95,000, which was to be progressively reduced by £10,000 in each successive year. The Tasmania Grant Act 1913 provided for an addition to this grant, bringing the amount payable to £85,000 per annum to the year 1921–22, after which annual grants of varying magnitude were made. South Australia received £360,000 in 1929–30 and further grants in each successive year.

In 1933 the Commonwealth Government appointed the Commonwealth Grants Commission of three members to inquire into and report upon claims made by any State for a grant of financial assistance and any matters relevant thereto.

Applications have been received from South Australia, Western Australia and Tasmania during each year from 1933 and the recommendations of the Commission in respect of the years 1938-39 and 1947-48 to 1951-52 were as follows :—

## COMMONWEALTH GRANTS COMMISSION : GRANTS RECOMMENDED.

( £. ) :

State.	1938-39.	1947-48. (a)	1948-49. (a)	1949-50. (b)	1950-51. (c)	1951-52. (d)
South Australia ..	1,040,000	2,318,000	2,850,000	4,174,000	5,332,000	4,558,000
Western Australia ..	570,000	2,977,000	3,600,000	5,618,000	5,839,000	5,088,000
Tasmania ..	410,000	747,000	1,000,000	1,262,000	1,004,000	876,000
Total ..	2,020,000	6,042,000	7,450,000	11,054,000	12,175,000	10,522,000

(a) Includes additional grants recommended : 1947-48, Western Australia, £1,000,000 ; 1948-49, South Australia, £600,000, Tasmania, £100,000, total £700,000. (b) Includes the excess of the assessed grant over the special grant received for 1947-48 : South Australia, £324,000, Western Australia £768,000, Tasmania, £262,000. (c) Includes the excess of the assessed grant over the special grant received for 1948-49 : South Australia, £762,000, Western Australia, £1,089,000, Tasmania, Dr. £96,000. (d) Includes the excess of the assessed grant over the special grant received for 1949-50 : South Australia, £308,000, Western Australia, £88,000, Tasmania, £126,000.

4. States Grants (Tax Reimbursement) Acts.—Details of the States Grants (Income Tax Reimbursement) Act 1942 and the States Grants (Entertainments Tax Reimbursement) Act 1942 are given in earlier issues of the Official Year Book (see No. 37, pages 635 to 637). These acts provided for grants to the States as compensation for vacating the fields of Income Tax and Entertainments Tax. Grants under these acts ceased after 1945-46 and were replaced by grants under the States Grants (Tax Reimbursement) Act 1946-1948. This Act provided for the following reimbursement grants to be paid to the States, the figures shown relating to 1946-47 and 1947-48 respectively :—New South Wales, £16,477,000, £18,536,625 ; Victoria, £8,860,000, £9,967,500 ; Queensland, £6,601,000, £7,426,125 ; South Australia, £3,458,000, £3,890,250 ; Western Australia, £3,384,000, £3,807,000 ; Tasmania, £1,220,000, £1,372,500 ; Total, £40,000,000, £45,000,000.

For 1948-49 and subsequent years an amount is to be determined by increasing the aggregate grants paid in 1947-48 (£45,000,000) by the same proportion as the aggregate population of the six States at the beginning of the financial year increases over the aggregate population of the six States at 1st July, 1947. This amount is to be further increased by a percentage equal to the percentage increase in average wages per person employed in the financial year preceding the year in which the reimbursement grants are to be paid over the average wages per person employed in 1945-46. The amount so determined will be the aggregate of the reimbursement grants and is to be distributed to the States in the following proportions :—

- (i) 1948-49 to 1956-57 :—(a) The following percentages of the grant shall be distributed in the proportion indicated by the distribution or the aggregate reimbursement grant in 1946-47 and 1947-48 viz. :—1948-49, 90 per cent ; 1949-50, 80 per cent ; and thus decreasing by 10 per cent. each year to 10 per cent. in 1956-57, and (b) the remainder in the proportion indicated by the "adjusted" population\* for each State.
- (ii) 1957-58 and subsequent years :—the proportion indicated by the "adjusted" population for each State.

It is provided that, if the application of the foregoing formula for distribution of the aggregate grants causes the amount of the reimbursement grant for any State to fall

\* In the "adjusted" population allowances are made for differences in the proportion of school children in the population and the density of the population in each state.



below the grant for 1946-47, the grant payable will be the same as that for 1946-47 and the balance of the aggregate grant is to be distributed between the remaining States in the proportions above.

An amount equal to arrears of State income taxes collected by the States in any year is to be deducted from the reimbursement grants for that year. The aggregate amount so deducted less any refunds of State income taxes made by the Commonwealth is to be repaid in the event of uniform taxation ceasing to operate. This amount bore interest at 3 per cent. up to 30th June, 1946, but thereafter, under the new arrangement, will bear no interest.

In 1950-51 an amount of £5,000,000 was paid to the States under the States Grants (Additional Tax Reimbursement Act) 1950. As this was considered as a non-recurring grant the formula outlined above was not amended.

The payment of the tax re-imbursement grant in any year to any State is subject to the condition that that State does not impose a tax on incomes in that year.

5. **Additional Financial Assistance, 1949-50 and 1950-51.**—(i) *Coal Strike Emergency Grant.* During 1940-50 State business undertakings suffered considerable losses as a result of the coal strike. Towards meeting these losses the Commonwealth made grants totalling £8,000,000 to the States. The amounts paid to each State were:—New South Wales, £3,261,000; Victoria, £1,830,000; Queensland, £1,309,000; South Australia, £687,000; Western Australia, £661,000; and Tasmania, £252,000.

(ii) *Special Financial Assistance Grant.* During 1950-51 there were heavy additions to the financial needs of the States and in June, 1951 a special grant of £15,000,000 was made. The amounts granted to each State were—New South Wales, £6,250,000; Victoria, £4,750,000; Queensland, £2,000,000; South Australia, £800,000; Western Australia, £1,000,000; and Tasmania, £200,000.

6. **Grants for Road Construction.**—(i) *Main Roads Development Act 1923-25, Federal Aid Roads Acts 1926, 1931 and 1936, and Federal Aid Roads and Works Act 1937.* Particulars of the agreements between the Commonwealth and the States under these Acts are referred to in earlier issues of the Year Book (*see* issue No. 38, pp. 787-8) and in the *Finance Bulletins* published by this Bureau.

(ii) *Commonwealth Aid Roads and Works.* The Federal Aid Roads and Works Agreement expired on 30th June, 1947, and was replaced by the Commonwealth Aid Roads and Works Act 1947, which provided for the following grants to be made to the States for the three years commencing on 1st July, 1947:—

- (a) An amount equal to 3d. a gallon customs duty and 2d. a gallon excise duty on petroleum and shale products (except benzol, on which the proportion of excise duty was 1½d. a gallon) as specified in Customs Tariff Item 2290 and Excise Tariff Item 11. Petroleum and shale products used in civil aircraft were excluded.
- (b) £1,000,000 in each year.

These grants were distributed to the States in the following proportions:—

- (1) Five per cent. to Tasmania;
- (2) Ninety-five per cent. distributed between the remaining States as to three-fifths according to population at 30th June, 1947, and two-fifths according to area.

The amount of the grant received by the States under (a) above was to be expended on the construction, reconstruction, maintenance and repair of roads and (not exceeding one-sixth) on other works connected with transport. The grant under (b) above was to be expended on construction and maintenance of roads in sparsely populated areas, timber country and rural areas or on purchase of road-making plant for use in those areas.

The Act also provided £500,000 per annum to be expended by the Commonwealth on strategic roads and roads of access to Commonwealth property and £100,000 for the promotion of road safety practices.

Amendments to the Act in 1948 and 1949 increased the grant under (b) above to £2,000,000 in 1948-49 and £3,000,000 in 1949-50.

In each of the years 1948-49 and 1949-50 an additional £100,000 was paid to the Commonwealth Aid Roads and Works Trust Account from the Department of Transport's vote for expenditure on the promotion of road safety practices.

On the expiration of this Act the Commonwealth Aid Roads Act 1950 provided, for a period of five years from 1st July, 1950, an amount equivalent to the sum of (i) 6d. per gallon of customs duty and (ii) 3½d. per gallon of excise duty collected on petroleum and shale products as specified in Customs Tariff Item 229c and Excise Tariff Item 11 (excluding such products used in civil aircraft). Out of this amount the following grants are to be made to the States for construction and maintenance of roads and the purchase of road-making plant:—

- (a) Sixty-five per cent. of the amount less £600,000 per annum for expenditure on roads, and
- (b) Thirty-five per cent. of the amount for expenditure on roads in rural areas other than highways, trunk or main roads.

Of the former amount, one-sixth may be spent on other works connected with transport by road or water. Five per cent. of the grants to the States is payable to Tasmania. Fifty-seven per cent. is to be divided between the other States in proportion to their populations at 30th June, 1947, and 38 per cent. according to area. In addition, the Commonwealth may spend each year £500,000 on strategic roads and £100,000 on the promotion of road safety practices.

7. Amounts Paid.—(i) Year 1950-51. The following table shows particulars of the amounts paid to each of the States during 1950-51 as grants for the several purposes referred to in the preceding paragraphs.

**PAYMENTS BY THE COMMONWEALTH TO OR FOR THE STATES, 1950-51.(a)**  
(£'000.)

Particulars.	N.S.W.	Vic.	Q'land.	S.A.	W.A.	Tas.	Total.
Interest on States' Debts ..	2,917	2,127	1,096	704	474	267	7,585
Sinking Fund on States' Debts (b) ..	876	452	295	276	245	97	2,241
Special Grants ..	..	..	..	5,332	5,839	1,004	12,175
Tax Reimbursement Grants	28,337	16,286	11,458	6,039	5,759	2,228	70,107
Additional Tax Reimbursement Grants ..	2,027	1,160	814	429	410	160	5,000
Special Financial Assistance Imported Houses—Grants ..	6,250	4,750	2,000	800	1,000	200	15,000
Commonwealth Aid Roads and Works (c) ..	..	..	150	20	..	..	170
Price Control Reimbursement ..	3,819	2,357	2,600	1,490	2,600	677	13,543
Western Australian Waterworks Grant ..	259	187	104	57	59	38	704
Coal Mining Industry—Long Service Leave ..	..	..	..	..	219	..	219
..	296	1	51	..	21	5	374
<b>Total .. ..</b>	<b>44,781</b>	<b>27,320</b>	<b>18,568</b>	<b>15,147</b>	<b>16,626</b>	<b>4,676</b>	<b>127,118</b>

(a) Excludes relief to primary producers and other payments for medical research, etc.  
to National Debt Sinking Fund.

(b) Paid to Trust Fund.

(c) Paid to Trust Fund.

(ii) 1901 to 1951. The following table shows particulars of the amounts paid to each State since Federation, according to the several classes of grants.

**PAYMENTS BY THE COMMONWEALTH TO OR FOR THE STATES TO  
30th JUNE, 1951.(a)**

( £'000.)

Particulars.	N.S.W.	Vic.	Q'land.	S.A.	W.A.	Tas.	Total.
Section 87 of Constitution— 1900-01 to 1909-10 ..	27,606	19,815	8,895	6,148	8,727	2,602	73,793
Surplus Revenue Acts— 1910-11 to 1926-27 ..	41,634	31,341	15,184	9,925	6,899	4,367	109,350
Financial Agreement— 1927-28 to 1950-51 ..	84,107	58,058	31,060	21,173	15,239	7,483	217,120
Special Grants (b) ..	..	..	..	35,269	34,381	15,077	84,727
Income Tax Reimbursement Grants (c) ..	55,419	24,331	22,212	9,037	9,492	3,409	123,900
Income Tax Reimbursement —Special Grants (c) ..	..	..	..	1,654	913	119	2,686
Entertainments Tax Reim- bursement Grants (d) ..	603	1,399	..	364	368	138	2,872
Tax Reimbursement Grants (e) ..	109,977	61,203	44,408	23,347	22,535	8,448	269,918
Additional Tax Reimburse- ment (f) ..	2,027	1,160	814	429	410	160	5,000
Special Financial Assistance (g) ..	6,250	4,750	2,000	800	1,000	200	15,000
Price Control Reimburse- ment (h) ..	722	501	318	198	173	95	2,007
Non-recurring Grants from Excess Receipts, 1934-35 to 1936-37 ..	1,188	827	433	265	201	86	3,000
Special Assistance (i) ..	4,668	2,749	1,916	927	1,271	388	11,919
Grants for Road Construc- tion, 1922-23 to 1950-51(j)	26,160	16,445	17,803	10,414	17,939	4,672	93,433
Total .. ..	360,361	222,579	145,043	119,950	119,548	47,244	1,014,725

(a) Includes non-recurring grants from excess receipts, but excludes amounts provided for relief of wheat-growers and other primary producers and other payments for medical research, etc. (b) Under various States Grants Acts. (c) Under States Grants (Income Tax Reimbursement) Act 1942. (d) Under States Grants (Entertainments Tax Reimbursement) Act 1942. (e) Under States Grants (Tax Reimbursement Act) 1946-1948. (f) Under States Grants (Additional Tax Reimbursement) Act 1950. (g) Under States Grants (Special Financial Assistance) Act 1951. (h) Under States Grants (Administration of Controls Reimbursement) Act 1948. (i) Unemployment Relief, Metalliferous Mining, Forestry, Local Public Works, Coal Strike Emergency Grant, etc. (j) Under Main Roads Development, Federal Aid Roads, Federal Aid Roads and Works, Commonwealth Aid Roads and Works and Commonwealth Aid Roads Acts.

For particulars of the amounts paid to the several States during each of the years 1941-42 to 1950-51 see *Finance Bulletin* No. 42 published by this Bureau. This publication also contains details of the amounts paid to each State since 1922-23 under the various roads acts.

Particulars of special Commonwealth grants for the relief of primary producers are not included in the foregoing tables. For details see Chapter XX.—Agricultural Production. See also par. 3. Subsidies and Bounties of the preceding division of this chapter.

### § 3. Commonwealth Trust Funds.

1. Receipts, Expenditure and Balances, 1950-51.—The following table shows the opening and closing balances, and receipts and expenditure of some of the more important Trust Funds of the Commonwealth for the year ended 30th June, 1951.

COMMONWEALTH TRUST FUNDS: RECEIPTS, EXPENDITURE AND BALANCES,  
1950-51.  
(£'000.)

Fund.	Balance at 30th June, 1950.	Year ended 30th June, 1951.		Balance at 30th June, 1951.
		Receipts.	Expenditure.	
Aluminium Production .. ..	18	600	573	45
Australian New Guinea Production ..	1,118	4,176	3,782	1,512
Citizens' National Emergency Loans	100	..	5	95
Coal Mining Industry Long Service Leave .. .. .	207	388	55	540
Coinage .. .. .	3,891	1,763	1,763	3,891
Commonwealth Aid Roads .. ..	..	14,142	12,443	1,699
Commonwealth Aid Roads and Works..	949	..	948	1
Defence Forces Retirement Benefits ..	2,423	1,233	489	3,167
Diverted Cargoes .. .. .	139	..	25	114
Enemy Subjects .. .. .	1,120	92	84	1,128
Flax Production .. .. .	159	435	342	252
Import Procurement Suspense .. ..	754	(a) — 186	117	451
Insurance Deposits .. .. .	2,803	294	33	3,064
International Post-war Relief and Re- habilitation .. .. .	314	1,224	839	699
Lend-Lease Settlement .. .. .	1,922	14	91	1,845
Liquid Fuel Equalization .. .. .	842	88	..	930
Marine War Risks Insurance .. ..	6	(a) ..	6	..
National Debt Sinking .. .. .	13,969	41,858	45,545	10,282
National Welfare .. .. .	131,115	133,665	114,983	149,797
Parliamentary Retiring Allowances	31	41	17	55
Public Trustee and Custodian .. ..	1,351	579	18	1,912
Strategic Stores and Equipment Reserve	..	57,048	9,038	48,010
Superannuation .. .. .	19,495	4,951	2,207	22,239
Temple Society .. .. .	705	9	266	448
War Damage .. .. .	372	(a) — 63	148	161
War Gratuity .. .. .	36,751	30,630	61,447	5,934
War Service Homes .. .. .	..	25,564	25,564	..
War Service Homes—Insurance	489	88	34	543
Wheat Industry Stabilization .. ..	358	..	49	309
Wheat Prices Stabilization .. ..	31,206	13,972	17,000	28,178
Wine Industry Assistance .. .. .	500	..	..	500
Wool Contributory Charge .. .. .	3,254	1,654	901	4,007
Wool Industry .. .. .	7,718	214	104	7,828
Wool Research .. .. .	794	348	330	812
Wool (Reserve Prices) .. .. .	..	43,283	..	43,283
Other .. .. .	13,774	(a) 244,331	238,785	10,320
Total .. .. .	278,647	622,435	538,031	363,051

(a) Includes surplus balances transferred to Consolidated Revenue Fund:—Import Procurement Suspense Trust Account, £250,000; Marine War Risks Insurance Fund, £6,000; War Damage Fund, £90,000; Other Funds, £279,000; Total, £1,125,000. These items have been treated as reductions of receipts.

2. Summary, 1938-39 and 1946-47 to 1950-51.—In the following table the balances and total receipts and expenditure of the Trust Funds are shown for each of the years 1938-39 and 1946-47 to 1950-51.

COMMONWEALTH TRUST FUND.  
(£'000.)

Heading.	1938-39.	1946-47.	1947-48.	1948-49.	1949-50.	1950-51.
Balance brought forward .. ..	25,609	132,274	171,135	196,478	245,194	278,647
Receipts .. .. .	84,167	324,178	301,981	379,294	410,174	622,435
Expenditure .. .. .	85,550	285,317	276,638	330,578	376,721	538,031
Balance carried forward .. ..	24,226	171,135	196,478	245,194	278,647	363,051

## § 4. Commonwealth Loan Funds.

Brief historical notes relating to the Commonwealth Loan Fund are given in earlier issues of the Official Year Book (*see* No. 37, page 640). In the following table details are given of the net expenditure from the Commonwealth Loan Fund for the years 1938-39 and 1946-47 to 1950-51 and of the aggregate expenditure to 30th June, 1951. The figures shown represent "net" loan expenditure, i.e., after adjustments have been made on account of amounts expended in earlier years.

**COMMONWEALTH NET EXPENDITURE FROM LOAN FUND.**  
(£.)

Particulars.	1938-39.	1946-47.	1947-48.	1948-49.	1949-50.	1950-51.	Total to 30th June, 1951.
War (1914-18) and Repatriation Services .. .. .	..	..	..	..	..	..	372,989,867
Defence, War (1939-45) and Repatriation Services .. .. .	..	37,893,997	..	-18,733,000 (a)	25,483,273	28,773,061 (b)	1,613,686,112
Capital Works and Services—							
Defence .. .. .	1,912,284	..	..	..	..	-11,884 (c)	8,682,064
Civil Aviation, Buildings and Works .. .. .	..	..	..	..	..	..	213,086
Ships, Yards and Docks .. .. .	-305,351	..	-164,943	-3,624	..	..	7,694,461
Lighthouses, Works and Services .. .. .	-1,000	..	..	..	..	..	634,490
River Murray Waters Act .. .. .	..	..	..	..	..	..	2,105,625
Postmaster-General's Department—							
Telegraph and Telephone Construction .. .. .	..	..	..	..	..	..	36,037,558
Buildings, Works, Sites, etc. .. .. .	-1,290	14	-1,349	-1,023	-7,409	797	4,068,818
Subscription to Capital of Amalgamated Wireless Ltd. .. .. .	..	..	..	..	..	..	300,000
Radio Stations and Equipment .. .. .	..	..	..	..	..	..	104,538
Serum and Health Laboratories .. .. .	..	..	..	..	..	..	80,149
Other Health Buildings and Services .. .. .	..	..	..	..	..	..	21,864
Repatriation Buildings, etc. .. .. .	..	..	..	..	..	..	47,026
War Service Homes (d) .. .. .	..	..	..	..	..	..	7,329,523
Railways .. .. .	-339	-1,714	-4,519	-1,026	-995	-1,118	13,758,118
Territories (e) .. .. .	-6,768	-12,376	-8,644	-6,105	-7,384	-16,006	8,745,124
Immigration .. .. .	..	..	..	..	..	..	1,680,834
Assistance to States—							
Unemployment Relief .. .. .	-3,822	..	..	..	..	..	2,667,020
Mining .. .. .	..	..	..	..	..	..	283,750
Forestry .. .. .	..	..	..	..	..	..	322,000
Farmers' Debt Adjustment Roads .. .. .	2,000,000	..	..	..	..	..	7,967,000
Wire and Wire Netting .. .. .	..	..	..	..	..	..	249,686
Drought Relief .. .. .	..	..	..	..	..	..	608,849
Housing .. .. .	..	11,015,000	13,305,000	14,492,000	17,215,000	21,640,000	1,844,205
Wheat Bounty .. .. .	..	..	..	..	..	..	84,462,000
Other .. .. .	..	..	..	..	..	..	3,429,571
Other .. .. .	..	..	..	..	..	..	1,381,094
Total Capital Works and Services .. .. .	3,593,714	11,000,896	13,125,545	14,480,222	17,199,212	21,610,195	194,738,453
International Bank Dollar Loan (f) .. .. .	..	..	..	..	..	4,043,785	4,043,785
<b>GRAND TOTAL .. .. .</b>	<b>3,593,714</b>	<b>48,894,893</b>	<b>13,125,545</b>	<b>-4,252,778</b>	<b>42,682,485</b>	<b>54,427,041</b>	<b>2,185,458,217</b>

(a) Repayment of surplus balances of Defence Trust Accounts. (b) Comprises £24,911,484 expenditure under War Services Homes Act 1914-1949, and £3,861,577 financial assistance to the States in connexion with War Service Land Settlement. (c) Excludes amounts charged to War Loan Fund. (d) In addition, £13,045,408 was expended from War Loan Fund prior to 1923-24. (e) Includes Administration and other Public Buildings, Australian Capital Territory. (f) Payment to National Debt Sinking Fund. *See* page 838.

NOTE.—Minus sign (—) indicates excess of repayments to Loan Fund.

Information relating to the Public Debt of the Commonwealth is given in Part D. Commonwealth and State Public Debt (of this chapter).

### § 5. Commonwealth Expenditure on Capital Works and Services.

In the following table details are given of Commonwealth expenditure on capital works and services during each of the years 1946-47 to 1950-51 and of the aggregate to 30th June, 1951. The table covers all expenditure on capital works and services made from the Consolidated Revenue Fund, the Loan Fund and Trust Funds.

#### COMMONWEALTH EXPENDITURE ON CAPITAL WORKS AND SERVICES FROM REVENUE, TRUST AND LOAN FUNDS.

(£'000.)

Particulars.	1946-47.	1947-48.	1948-49.	1949-50.	1950-51.	1901-2 to 1950-51— Total.(a)
Defence and War—						
Navy .. .. .	2,759	302	768	4,240	4,262	46,374
Army .. .. .	646	191	249	1,154	7,153	76,475
Air Force .. .. .	188	185	323	2,266	1,592	52,967
Munitions and other .. .. .	1,272	2,309	4,205	4,786	(b) 62,055	164,498
Civil Aviation .. .. .	2,382	3,541	2,607	3,805	4,845	23,548
Ships—Construction and purchase .. .. .	1,904	1,083	294	2,000	1,462	30,368
Docks, yards and equipment .. .. .	364	309	198	78	95	13,605
Lighthouses .. .. .	35	16	22	49	50	1,812
Snowy Mountains Hydro-electric Power Act .. .. .	..	..	..	2,497	6,077	8,574
Health .. .. .	5	12	16	477	679	2,151
Commonwealth Scientific and Industrial Research Organization .. .. .	..	106	81	88	145	556
War Service Homes .. .. .	2,114	5,908	8,396	14,551	24,911	77,524
Immigration .. .. .	3	18	2,744	7,304	7,168	18,918
Postmaster-General's Department .. .. .	5,968	8,218	12,503	16,560	34,739	166,358
Broadcasting Services .. .. .	..	..	..	157	211	368
Railways—						
Commonwealth .. .. .	136	298	224	481	1,459	17,084
Other .. .. .	47	22	13	13	1	2,543
Locomotives and rolling-stock .. .. .	1	..	..	..	..	2,333
Coal Industry Act 1946 .. .. .	..	..	1,650	4,232	3,000	8,882
Christmas Island Phosphate Co.—Acquisition of assets .. .. .	..	..	1,724	..	156	1,88
Territories—						
Australian Capital Territory .. .. .	779	1,076	1,844	2,418	3,697	22,202
Northern Territory .. .. .	558	407	649	708	1,361	6,268
Papua-New Guinea .. .. .	..	..	162	28	11	380
Norfolk Island .. .. .	..	..	..	..	..	2
Subscriptions to Capital—						
Commonwealth Oil Refineries .. .. .	..	..	..	..	..	425
National Oil Pty. Ltd. .. .. .	..	..	..	225	..	225
Analgamated Wireless (Australasia) Ltd. .. .. .	..	..	156	..	158	814
Qantas Empire Airways .. .. .	415	2,455	900	200	377	4,347
British Commonwealth Pacific Airlines .. .. .	..	500	500	..	..	1,000
Commonwealth Engineering Co. .. .. .	100	..	..	102	..	202
New Guinea Resources Prospecting Co. Ltd. .. .. .	..	..	..	..	13	13
Advances—						
Australian National Airlines Commission .. .. .	1,800	1,500	700	..	..	4,370
Aluminium Production Commission .. .. .	27	30	126	125	300	625
Overseas Telecommunications Commission .. .. .	1,425	..	..	225	..	1,650
Beaufort Homes .. .. .	91	300	..	..	..	391
Glen Davis Shale Oil Project .. .. .	..	..	186	208	177	571
All other works, buildings, etc. .. .. .	1,077	1,641	2,152	4,705	7,321	(c) 28,513
<b>Total .. .. .</b>	<b>24,096</b>	<b>30,427</b>	<b>43,392</b>	<b>73,682</b>	<b>173,475</b>	<b>788,816</b>

(a) Includes properties transferred from the States. (b) Includes Strategic Stores and Equipment Reserve, £57,048,000. (c) Includes River Murray Waters Act—Works, £3,017,000; War Memorial, Canberra, £292,000; Solar Observatory, Mount Stromlo, £133,000; Forestry School, Canberra, £36,000.

### § 6. Commonwealth Expenditure on Defence Services.

Details of the expenditure on Defence Services by the Departments of Defence, Navy, Army, Air, and Supply are shown in the following table. The expenditure shown under Department of Supply includes the former Departments of Shipping and Fuel, Supply and Development, Supply and Shipping, and Munitions. This table now relates to Defence Services only. In previous issues particulars of expenditure on War (1939-45) and Repatriation Services were also included. These are now shown in the table in the following section, which includes, in addition, particulars of expenditure on the 1914-18 War formerly shown in a separate table.

The figures represent the combined expenditures from revenue, trust and loan funds for the years 1938-39 and 1946-47 to 1950-51.

#### DEFENCE SERVICES: COMMONWEALTH EXPENDITURE FROM REVENUE, TRUST AND LOAN FUNDS.

(£'000.)

Items.	1938-39.	1946-47.	1947-48.	1948-49.	1949-50.	1950-51.
<b>Department of Defence—</b>						
Administrative and general expenses	46	132	218	231	280	379
Buildings, works, etc. . . . .	11	5	7	4	7	20
Maintenance and rent . . . . .	4	3	7	7	8	7
Audit and pensions . . . . .	..	5	7	8	8	16
<b>Total . . . . .</b>	<b>61</b>	<b>145</b>	<b>239</b>	<b>250</b>	<b>303</b>	<b>422</b>
<b>Department of the Navy—</b>						
Naval Forces—Pay, allowances, maintenance and general expenses	2,592	13,518	12,181	12,813	12,268	19,337
Miscellaneous war expenditure . . . . .	..	330	90	46	47	1,149
Transport services . . . . .	..	2,141	1,362	561	776	(a)
Naval construction and additions to the fleet . . . . .	1,643	1,020	3,404	2,676	1,384	2,244
Auxiliary vessels for naval defence purposes . . . . .	..	1,906	608	965	841	(a)
Graving Dock—Towards cost of construction . . . . .	..	350	302	104	78	95
Aircraft and aero engines . . . . .	..	..	..	2,398	1,855	983
Buildings, works, etc. . . . .	433	2,760	302	768	1,043	1,564
Maintenance and rent . . . . .	28	124	125	182	252	390
Audit, pensions, interest and sinking fund . . . . .	135	142	158	182	195	210
Amount chargeable to War and Repatriation Services (b) . . . . .	..	..	..	..	-1,729	-1,145
<b>Total . . . . .</b>	<b>4,831</b>	<b>22,291</b>	<b>18,532</b>	<b>20,695</b>	<b>17,010</b>	<b>24,827</b>
<b>Department of the Army—</b>						
Australian Military Forces—Pay, allowances, maintenance and general expenses . . . . .	2,941	34,779	20,397	12,563	12,273	15,869
Special units serving abroad—Maintenance . . . . .	..	5,345	2,439	845	702	1,108
Prisoners of war, war criminals, internees . . . . .	..	257	62	30	42	19
Arms, armament, ammunition . . . . .	1,129	24,421	4,978	983	1,894	5,387
Buildings, works, etc (c) . . . . .	418	654	193	249	758	4,349
Maintenance and rent . . . . .	65	2	2	227	349	561
Audit, pensions, interest and sinking fund . . . . .	269	326	386	418	512	534
Amount chargeable to War and Repatriation Services (b) . . . . .	..	..	..	..	-942	-1,072
<b>Total . . . . .</b>	<b>4,822</b>	<b>65,784</b>	<b>28,457</b>	<b>15,315</b>	<b>15,588</b>	<b>26,755</b>

See next page for notes.

DEFENCE SERVICES: COMMONWEALTH EXPENDITURE FROM REVENUE,  
TRUST AND LOAN FUNDS—continued.

(£'000.)

Items.	1938-39.	1946-47.	1947-48.	1948-49.	1949-50.	1950-51.
Department of Air—						
Royal Australian Air Force—Pay, allowances, maintenance and general expenses ..	1,304	11,954	9,781	8,006	7,904	10,833
R.A.A.F. squadrons overseas ..			1,722	1,397	529	1,209
Aircraft, equipment and stores ..	1,049	10,406	6,435	6,652	2,912	13,210
Buildings, works, etc. ..	489	188	184	323	692	1,592
Maintenance and rent ..	12	259	284	387	607	807
Audit, pensions, interest and sinking fund ..	69	133	135	141	174	223
Amount chargeable to War and Repatriation Services (b) ..	..	..	..	..	-855	..
<b>Total .. .. .</b>	<b>2,923</b>	<b>22,940</b>	<b>18,541</b>	<b>16,906</b>	<b>11,963</b>	<b>27,874</b>
Department of Supply—						
Administrative and general expenses ..	36	2,630	1,422	1,293	1,180	1,701
Supply Research Laboratories—Salaries and general expenses ..	..	283	355	431	610	806
Munitions factories, government undertakings and establishments—Salaries and general expenses ..	477	1,787	1,008	885	1,705	1,764
Transport and storage services ..	..	..	609	383	420	257
Shipping Branch ..	..	3,774	(d)	(d)	(d)	(d)
Miscellaneous expenditure ..	44	926	128	43	30	4
Defence research and development ..	..	..	1,413	4,550	5,575	6,204
Strategic stores and equipment reserve ..	..	..	..	..	..	57,048
Machinery, plant, equipment, etc., for the manufacture of munitions and aircraft ..	655	883	994	482	578	897
Munitions Factories, etc.—Working capital ..	..	92	300	..	..	..
Electricity supply in Australia—Development ..	..	3	75	(d)	(d)	(d)
Shipbuilding—Plant, etc. ..	..	15	7	(d)	(d)	(d)
Standard Ships—Construction ..	..	1,904	1,248	(d)	(d)	(d)
Buildings, works, etc. ..	463	405	422	317	324	264
Maintenance and rent ..	..	374	286	243	311	392
Audit, pensions, interest and sinking fund ..	83	126	135	135	139	120
Amount chargeable to War and Repatriation Services (b) ..	..	..	..	..	-462	-237
<b>Total .. .. .</b>	<b>1,758</b>	<b>13,202</b>	<b>8,402</b>	<b>8,762</b>	<b>10,410</b>	<b>69,280</b>
Total Defence Services—						
Consolidated Revenue Fund ..	9,410	124,354	74,169	61,928	55,274	149,170
Trust Fund .. .. .	(e) 3,072	(f) ..	(f) 2	..	..	..
Loan Fund .. .. .	1,913	8	..	..	..	-12
<b>GRAND TOTAL .. .. .</b>	<b>14,395</b>	<b>124,362</b>	<b>74,171</b>	<b>61,928</b>	<b>55,274</b>	<b>149,158</b>

(a) Included with Miscellaneous War Expenditure. (b) Represents expenditure on War and Repatriation Services (see page 798) included in departmental expenditure above, but for which dissection is not available. (c) Includes National Defence Contributions Trust Account. (d) Provided under Ordinary Services. (e) Expenditure from excess receipts of previous years appropriated for Defence Equipment Trust Account. (f) Expenditure from National Defence Contributions Trust Account.



### § 7. War and Repatriation Services and Post-war Charges.

Expenditure from Consolidated Revenue and Loan Funds for War and Repatriation Services and Post-war Charges in relation to both the 1914-18 and 1939-45 Wars is shown in the following table for the years 1938-39 and 1946-47 to 1950-51:—

#### WAR AND REPATRIATION SERVICES AND POST-WAR CHARGES : EXPENDITURE FROM CONSOLIDATED REVENUE AND LOAN FUNDS. (£'000.)

Items.	1938-39.	1946-47.	1947-48.	1948-49.	1949-50	1950-51.
Public Debt Charges—						
Interest (including exchange on interest payments) .. .. .	7,616	43,296	44,723	44,677	45,126	44,614
Sinking Fund .. .. .	2,049	11,813	12,542	13,084	13,197	13,835
Other .. .. .	225	151	211	190	379	312
Total Public Debt Charges (a) ..	9,890	55,260	57,476	57,951	58,702	58,761
War Gratuities .. .. .		2,882	3,360	31,884	9,994	30,797
War and Service Pensions .. .. .	8,227	16,065	17,167	20,268	22,023	27,532
Commonwealth Reconstruction Training Scheme—						
University .. .. .		2,874	3,890	3,231	2,390	1,595
Technical .. .. .		6,545	8,888	6,965	4,444	2,401
Rural .. .. .		241	340	303	252	145
Correspondence .. .. .		14	7	1	..	..
War Service Land Settlement .. .. .		2,002	2,242	2,922	4,074	4,388
Re-establishment loans for agricultural purposes .. .. .		2,610	2,503	1,572	1,065	316
Repatriation Department—						
Repatriation Benefits—						
Maintenance of departmental institutions .. .. .	319	988	2,670	2,938	3,208	4,133
Medical treatment .. .. .	231	1,842	1,546	1,780	2,025	2,512
Small business loans .. .. .	..	1,889	1,535	1,073	777	583
Expenses in providing employment .. .. .	..	1,340	591	303	53	32
Vocational training .. .. .	..	1,329	1,238	714	265	67
Other .. .. .	81	414	296	333	334	507
Soldiers' Children Education Scheme .. .. .	117	131	153	160	193	184
Other benefits and allowances .. .. .	2	69	105	85	70	79
Administration and general expenses .. .. .	315	1,437	1,911	2,075	2,473	3,061
Expenditure recovered (b) .. .. .	-71	-732	-1,439	-1,995	-1,951	-1,777
Total Repatriation Department .. .. .	994	8,707	8,606	7,466	7,447	9,381
War Service Homes—Salaries and general expenses .. .. .	98	129	176	200	266	492
Defence Departments—Proportion of expenditure (c) .. .. .	..	..	..	..	3,988	2,455
Other Departments—Miscellaneous expenditure .. .. .	48	3,927	3,074	1,784	1,156	438
International Payments—						
United Kingdom Grant .. .. .	..	25,000	..	10,000	10,000	..
International Relief and Rehabilitation .. .. .	..	18,117	2,240	2,770	1,650	(d)
International Monetary Agreements .. .. .	..	..	10,193	..	2,778	14
Reciprocal Lend-Lease to the United States Forces .. .. .	..	5,006	521	..	12	..
Lend-Lease Settlement .. .. .	..	8,398	1,095	108	..	..
Other .. .. .	..	117	98	149	132	81
Other Administrations—Recoverable expenditure (e) .. .. .	..	5,496	-11,248	-2,528	-1,942	-1,849
Miscellaneous Credits .. .. .	..	-25,520	-12,714	-5,451	-2,371	-1,769
Credits from the Disposals Commission .. .. .	..	-37,986	-15,649	-6,454	-3,982	-1,681
Capital Works and Services—						
Repatriation Department .. .. .	36	242	309	268	297	342
War Service Homes Act 1918-1949 .. .. .	105	2,113	5,908	8,396	14,551	24,911
Other .. .. .	..	11	3	..	..	..
Total Capital Works and Services .. .. .	141	2,366	6,220	8,664	14,848	25,253
Total, War and Repatriation Services and Post-war Charges—						
Consolidated Revenue Fund .. .. .	19,398	94,716	134,324	164,874	132,071	129,977
Loan Fund .. .. .	..	37,894	..	..	25,483	28,773
Total .. .. .	19,398	132,610	134,324	164,874	157,554	158,750
Less Subsidies (f) .. .. .	..	30,360	45,839	23,069	20,628	..
GRAND TOTAL .. .. .	19,398	102,250	88,485	141,805	136,926	158,750

(a) Excludes interest and Sinking Fund payments on War (1914-18) Debt due to the United Kingdom Government, payment of which was suspended in 1931. (b) From Service Departments and Australian Soldiers' Repatriation Trust Account. (c) Represents expenditure on War and Repatriation Services by Defence Departments (see page 797), but for which dissection is not available. (d) Provided under Ordinary Services. (e) Munitions, stores, etc., supplied to the Government of the United Kingdom and other administrations. Includes waiver of war-time indebtedness of other administrations. (f) These subsidies, which from 1941-42 to 1949-50 were provided under War and Repatriation Services, are excluded from this table. In 1950-51 they were provided under Ordinary Services. For details see page 787.

## B. STATE FINANCE.

## § 1. General.

1. **Functions of State Governments.**—In comparing the financial returns of the States, allowances must be made for the various functions discharged by the respective Governments, and for local conditions in each case. Direct comparisons of the revenue, expenditure and debt of the individual States are difficult, owing to the fact that functions which in one State are assumed by the Central Government are in another relegated to municipal or semi-governmental bodies which are vested with certain defined borrowing powers and whose financial transactions are not included with those of the Central Government. Care, therefore, is needed in making comparisons, and the particulars contained in this Chapter should be read with those contained in Chapter XV.—Local Government. In many respects, moreover, the budgets of the Australian Governments differ materially from those of most European countries, owing to the inclusion therein of the revenue and expenditure of departments concerned in rendering public services, such as railways, tramways, water supply, etc., which in other countries are often left to private enterprise.

2. **Accounts of State Governments.**—The various financial transactions of the States are in each case mainly concerned with one or other of three Funds—the “Consolidated Revenue Fund”, the “Trust Fund”, and the “Loan Fund”. All revenue (except certain items paid into special funds) collected by the State is paid into its Consolidated Revenue Fund, from which payments are made under the authority of an Annual Appropriation Act passed by the Legislature, or by a permanent appropriation under a Special Act.

Figures in § 2 following relating to New South Wales represent the transactions of the Consolidated Revenue Fund and the Business Undertakings included in the Annual Budget Papers. These latter are as follows:—Railways, Tramways and Omnibuses, and Sydney Harbour Trust Section of the Maritime Services Board. Adjustments have been made to the Budget figures, however, in order to obviate duplications caused by inter-fund payments and to maintain uniformity from year to year in the presentation of statistics. Particulars for all other States relate to the transactions of the Consolidated Revenue Fund.

The Trust Fund comprises all moneys held in trust by the Government, and includes such items as sinking funds, insurance companies' deposits, etc.

The Loan Fund is debited with all loan moneys raised by the State, and credited with the expenditure therefrom on public works or other purposes.

3. **Inter-relation of Commonwealth and State Finances.**—A statement in some detail, covering the inter-relation of Commonwealth and State Finances during the period from the inception of Federation to the passing of the Financial Agreement Act 1928, was published in Official Year Book, No. 22, pages 379–80. Changes in the financial relations between the Commonwealth and States since the passing of the Financial Agreement Act have been described in issues of the Official Year Book from year to year (see also pages 788–792 and 820).

## § 2. State Consolidated Revenue Funds.

### Division I.—Revenue.

1. **General.**—The principal sources of State revenue are :—

(a) Taxation; (b) the Business Undertakings controlled by the State Governments; (c) Sale of and Rental from Crown lands; (d) Payments by Commonwealth Government under the Financial Agreement, Special Grants and Tax Reimbursement Acts, etc.; (e) Interest on advances; and (f) Miscellaneous sources, comprising Fines, Fees, etc.

Of these sources, that yielding the largest revenue for the States as a whole is the group of Business Undertakings, the principal contributors being the Government Railways and Tramways. Next in magnitude are Commonwealth payments under the Tax Reimbursement Acts, followed in order by Taxation, the Commonwealth payments under the Financial Agreement and Special Grants, and Lands receipts. Since the introduction in 1942-43 of the Uniform Tax Scheme, Commonwealth payments under the Income and Entertainments Tax Reimbursement Acts and, from 1946-47, under the Tax Reimbursement Act, have replaced revenue previously received from Income and Entertainments taxes.

2. **Revenue Received.**—The following table shows particulars of the total amounts and the amounts per head of consolidated revenue received by the several States during the years 1938-39 and 1946-47 to 1950-51.

### STATE CONSOLIDATED REVENUE.

Year.	N.S.W.(a)	Victoria.	Q'land.	S. Aust.	W. Aust.	Tas.	Total.
TOTAL REVENUE.							
(£'000.)							
1938-39 ..	51,099	26,985	19,330	12,304	10,950	3,615	124,283
1946-47 ..	72,781	37,359	25,033	17,193	14,981	4,507	171,854
1947-48 ..	86,082	41,728	26,820	18,843	17,711	4,816	196,000
1948-49 ..	96,082	46,842	32,979	21,845	20,561	5,740	224,049
1949-50 ..	106,504	55,557	37,119	26,360	26,018	7,077	258,635
1950-51 ..	128,298	63,546	44,723	31,072	28,974	7,819	304,432

### PER HEAD OF POPULATION.

£ s. d.

1938-39 ..	18	13	7	14	8	3	19	3	6	20	13	6	23	9	0	15	4	2	17	19	5
1946-47 ..	24	11	3	18	6	5	22	16	3	26	17	0	30	2	10	17	14	1	22	18	9
1947-48 ..	28	12	8	20	3	4	24	2	1	28	17	9	34	16	1	18	7	11	25	15	0
1948-49 ..	31	7	2	22	3	4	29	1	4	32	16	10	39	7	6	21	8	0	28	16	11
1949-50 ..	33	11	6	25	12	0	31	18	3	38	7	7	47	13	5	25	10	3	32	5	4
1950-51 ..	39	3	9	28	8	2	37	9	10	43	14	0	50	14	3	27	3	9	36	15	11

(a) See § 1 par. 2, page 799.

3. Sources of Revenue.—(i) *General.* Classifying the revenue of the several States in the manner indicated in par. 1 above, particulars for the year 1950-51 are as follows :—

## STATE CONSOLIDATED REVENUE : SOURCES, 1950-51.

Source of Revenue.	N.S.W.(a)	Victoria.	Q'land.	S. Aust.	W. Aust.	Tas.	Total.
TOTAL REVENUE.							
(£'000.)							
Taxation (b) ..	14,547	9,315	5,377	4,953	2,013	2,107	37,412
Business Under-takings ..	61,675	22,646	18,876	10,120	9,782	4	123,103
Lands ..	3,545	1,167	2,087	308	615	195	7,917
Interest (n.e.l.) ..	630	1,860	920	1,290	889	874	6,463
Commonwealth Payments—							
Tax Reimburse-ments ..	30,363	17,446	12,273	6,468	6,169	2,388	75,107
Other(c) ..	9,426	7,064	3,200	6,909	7,372	1,471	35,442
Miscellaneous ..	8,112	4,048	1,990	1,924	2,134	780	18,988
Total ..	128,298	63,546	44,723	31,072	28,974	7,819	304,432

## PER HEAD OF POPULATION.

(£ s. d.)

Taxation (b) ..	4 8 10	4 3 3	4 10 2	5 14 0	3 10 6	7 6 7	4 10 5
Business Under-takings ..	18 16 9	10 2 6	15 16 5	14 4 8	17 2 5	0 0 4	14 17 7
Lands ..	1 1 8	0 10 5	1 15 0	0 8 8	1 1 6	0 13 6	0 19 2
Interest (n.e.l.) ..	0 3 10	0 16 7	0 15 5	1 16 3	1 11 2	3 0 10	0 15 7
Commonwealth Payments—							
Tax Reimburse-ments ..	9 5 6	7 16 0	10 5 9	9 2 0	10 16 0	8 6 0	9 1 7
Other (c) ..	2 17 7	3 3 2	2 13 8	9 14 4	12 18 0	5 2 4	4 5 8
Miscellaneous ..	2 9 7	1 16 3	1 13 5	2 14 1	3 14 8	2 14 2	2 5 11
Total ..	39 3 9	28 8 2	37 9 10	43 14 0	50 14 3	27 3 9	36 15 11

(a) See § 1 par. 2, page 779. (b) In all States certain taxation collections are not paid into Consolidated Revenue Fund. For total collections see next page. (c) Includes payments under Financial Agreement, Special Grants and Prices Control Reimbursement Grants.

In comparing the revenue of the States, it should be borne in mind that business undertakings which in one State may be controlled by the Government are, in another State, controlled by a board or trust. For example, in New South Wales and Western Australia the tramway systems are controlled by the Government, while in the other States ownership is largely vested in trusts. Harbour and river services and water supply and sewerage are also controlled in some cases by the State and in others by trusts. All the Tasmanian transport facilities are controlled by a commission.

(ii) *Revenue from Taxation.* (a) *General.* The following table shows, for the year 1950-51, particulars of all State taxation collections irrespective of whether such moneys have been paid into the Consolidated Revenue Funds or not. For this reason the particulars hereunder differ from those shown in the tables relating to the Consolidated Revenue Funds and represent a comprehensive statement of all taxation collections by the Government in each State. In this and the succeeding statements of taxation the collections have been grouped according to the nature of the tax rather than the method of collection. For example, stamp duties on betting tickets and bookmakers' licences have been included under "Entertainments Tax" instead of under "Stamp Duties"



Prior to Federation, duties of Customs and Excise constituted the principal source of revenue from taxation. Thereafter, until the introduction of the Uniform Income Tax Scheme, the most productive State taxes were the various Income Taxes, which, in 1941-42, included Unemployment Relief, State Development and Hospital Taxes.

The total amounts and the amounts per head raised from all sources of taxation by the several State Governments, including amounts not paid into the Consolidated Revenue Fund and tax reimbursements received from the Commonwealth, during the years 1938-39 and 1946-47 to 1950-51, are shown in the following table :—

**STATE REVENUE FROM TAXATION AND COMMONWEALTH TAX REIMBURSEMENTS.**

Year.	N.S.W.	Victoria.	Q'land.	S. Aust.	W. Aust.	Tas.	Total.
<b>TOTAL NET COLLECTIONS.</b>							
(£'000.)							
1938-39 ..	20,263	12,023	8,646	4,199	3,597	1,779	50,507
1946-47(a)	27,107	16,713	10,667	5,729	4,925	2,776	67,917
1947-48(a)	31,305	18,246	12,051	6,321	5,726	3,102	76,751
1948-49(a)	36,290	21,490	14,220	7,661	6,581	3,670	89,912
1949-50(a)	41,915	25,051	16,356	8,842	7,669	4,216	104,049
1950-51(a)	51,212	30,672	19,991	10,815	9,146	4,947	126,783
<b>PER HEAD OF POPULATION.</b>							
(£ s. d.)							
1938-39 ..	7 8 2	6 8 5	8 11 6	7 1 1	7 14 1	7 9 8	7 6 1
1946-47(a)	9 3 0	8 3 11	9 14 5	8 18 11	9 18 2	10 18 1	9 1 4
1947-48(a)	10 8 3	8 16 4	10 16 8	9 13 10	11 5 1	11 17 0	10 1 8
1948-49(a)	11 16 11	10 3 5	12 10 8	11 10 4	12 12 1	13 13 7	11 11 6
1949-50(a)	13 4 4	11 10 10	14 1 3	12 17 6	14 1 0	15 4 0	12 19 7
1950-51(a)	15 12 10	13 14 3	16 15 2	15 4 3	16 0 2	17 4 0	15 6 6

(a) Includes Commonwealth Tax Reimbursement.

(b) *Probate and Succession Duties.* Probate duties have been levied for many years in all the States, but the provisions of the Acts governing the payment of duty differ widely both in regard to the ordinary rates and those which apply to special beneficiaries. A table showing the values of the estates in which probates and letters of administration were granted is given in Chapter XVI.—Private Finance.

The duties collected for the years 1938-39 and 1946-47 to 1950-51 are as follows :—

**STATE PROBATE AND SUCCESSION DUTIES : NET COLLECTIONS.**

(£.)

State.	1938-39.	1946-47.	1947-48.	1948-49.	1949-50.	1950-51.
New South Wales ..	2,364,124	3,689,983	4,610,742	4,871,876	5,140,657	6,408,560
Victoria ..	1,374,355	2,460,655	2,095,866	2,573,166	2,611,019	3,442,487
Queensland ..	677,937	943,332	1,072,386	1,262,401	1,372,437	1,427,937
South Australia ..	366,526	553,420	583,543	772,360	824,936	996,719
Western Australia ..	123,798	261,339	307,511	359,386	405,005	460,112
Tasmania ..	94,669	158,891	165,702	251,631	246,099	268,288
Total ..	5,000,509	8,067,620	8,835,750	10,090,820	10,600,153	13,004,103

(c) *Other Stamp Duties.* The revenue derived from stamp duties (excluding probate and succession duties and stamp duties on betting tickets) for the years 1938-39 and 1946-47 to 1950-51 is shown in the accompanying table :—

## OTHER STATE STAMP DUTIES : NET COLLECTIONS.

(£.)

State.	1938-39.	1946-47.	1947-48.	1948-49.	1949-50.	1950-51.
New South Wales ..	1,286,124	2,135,637	2,462,483	2,809,202	3,979,100	4,988,445
Victoria ..	959,727	1,335,406	1,482,628	1,655,893	2,376,726	2,987,246
Queensland ..	610,110	948,271	1,087,688	1,268,352	1,556,864	2,052,415
South Australia ..	249,729	350,234	390,662	436,422	636,792	778,839
Western Australia ..	274,995	387,998	432,797	500,745	672,600	889,223
Tasmania ..	84,832	121,002	137,300	158,135	208,558	265,432
Total ..	3,465,517	5,278,548	5,993,558	6,828,749	9,430,730	11,961,600

(d) *Land Tax.* All the States impose a land tax, but in New South Wales the State land tax is levied on the unincorporated portion of the Western Division of the State only.

The following table shows the amounts collected by means of such taxes during the years 1938-39 and 1946-47 to 1950-51 :—

## STATE LAND TAX : NET COLLECTIONS.

(£.)

State.	1938-39.	1946-47.	1947-48.	1948-49.	1949-50.	1950-51.
New South Wales ..	2,154	2,180	1,966	2,243	2,360	2,476
Victoria ..	482,336	382,599	373,766	370,547	292,580	415,180
Queensland ..	401,682	375,303	372,383	374,450	368,335	373,879
South Australia ..	321,482	286,481	284,503	284,694	282,634	282,222
Western Australia ..	114,623	111,920	110,657	131,783	158,396	179,700
Tasmania ..	85,069	91,759	92,342	93,802	96,965	108,080
Total ..	1,407,346	1,250,242	1,235,617	1,257,519	1,201,270	1,361,537

(e) *Income Taxes.* State taxes levied on incomes prior to the introduction of the Uniform Tax Scheme in 1942-43 were as follows :—

New South Wales—Income Tax, Super Tax and Further Tax on Undistributed Income of Companies ;

Victoria—Income Tax, Special Income Tax, and Unemployment Relief Tax ;

Queensland—Income Tax, Super Tax, Additional Tax and Income (State Development) Tax ;

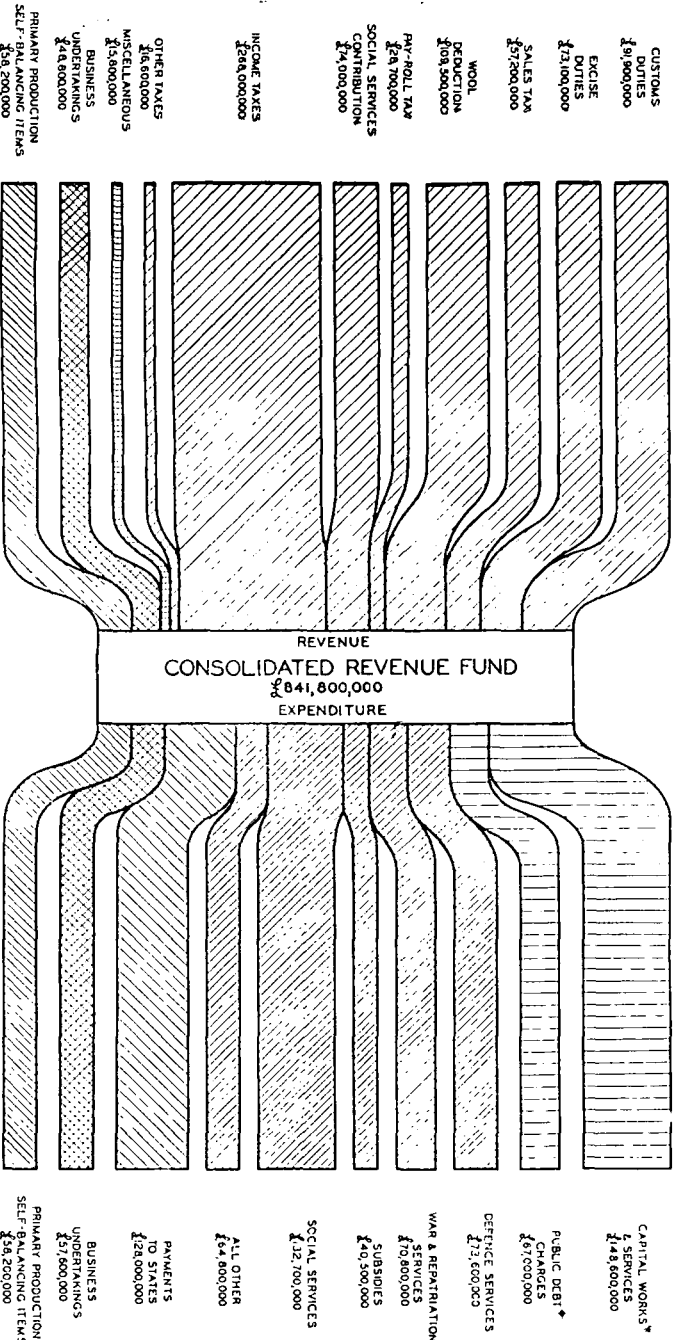
South Australia—Income Tax ;

Western Australia—Income Tax, Hospital Tax and Gold Mining Profits Tax ;

Tasmania—Income Tax.

Some details of these taxes are given in earlier issues of the Year Book.

COMMONWEALTH CONSOLIDATED REVENUE FUND, YEAR ENDED 30TH JUNE, 1951

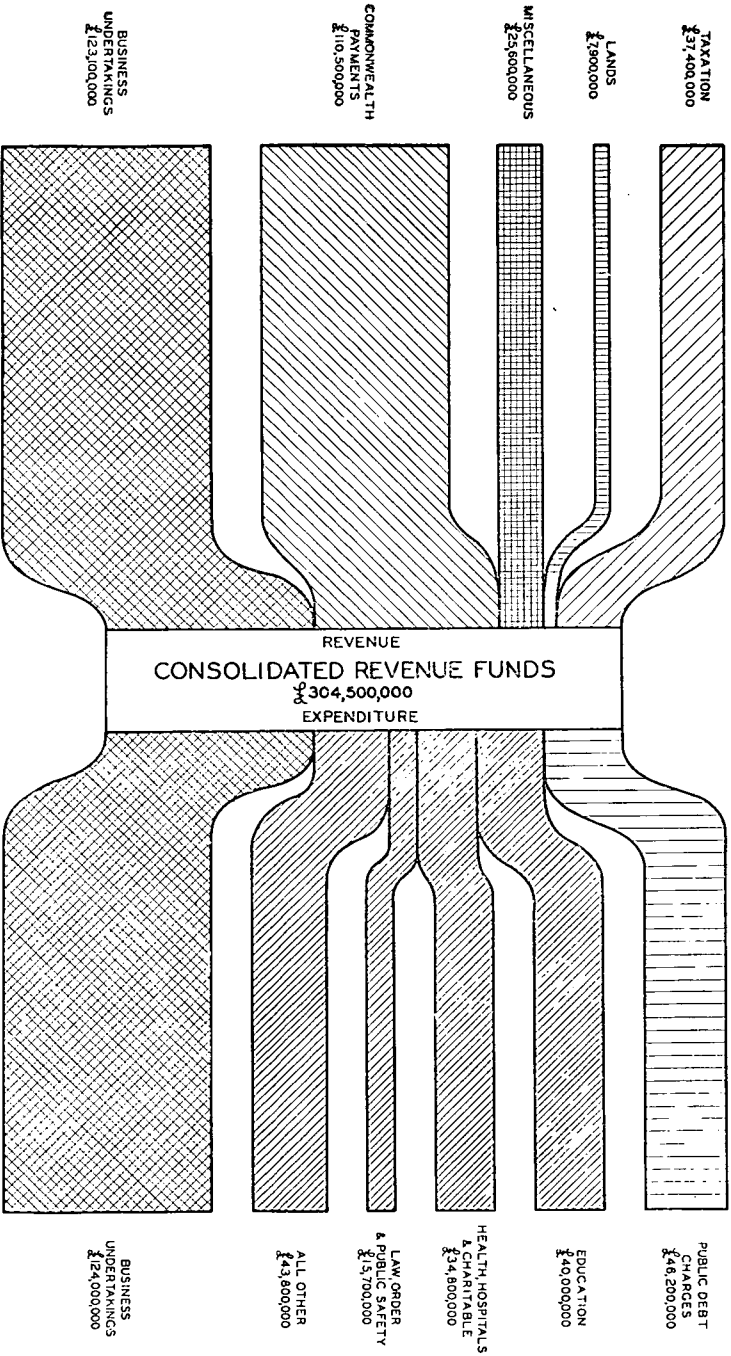


\* INCLUDES DEFENCE WORKS AND SERVICES £1,150,000

† INCLUDES WAR DEBT CHARGES £18,800,000



STATE CONSOLIDATED REVENUE FUNDS, YEAR ENDED 30<sup>TH</sup> JUNE, 1951



When the Uniform Tax Scheme was introduced in 1942-43 these taxes, together with the Commonwealth War Tax, were discontinued, and the Commonwealth Income Tax rates were increased to raise the revenue previously raised by these taxes. The States are reimbursed by the Commonwealth for the revenue lost to them by the discontinuance of these taxes. Details of these reimbursement grants are given on pages 791 and 792.

In the following table total State collections of the taxes mentioned above are shown for the year 1938-39. For the years 1946-47 to 1950-51 the total of Commonwealth reimbursements and arrears of State taxes collected are shown.

**STATE INCOME AND DIVIDEND TAXES: NET COLLECTIONS AND  
COMMONWEALTH TAX REIMBURSEMENTS.**  
(£.)

State.	1938-39.	1946-47. (a)	1947-48. (a)	1948-49. (a)	1949-50. (a)	1950-51. (a)(b)
New South Wales ..	12,703,150	16,472,691	18,540,934	22,021,712	25,489,859	30,565,879
Victoria ..	6,250,508	8,860,000	9,967,499	12,098,479	14,303,484	17,498,374
Queensland ..	5,608,603	6,601,000	7,426,125	8,832,622	10,230,827	12,279,888
South Australia ..	2,102,928	3,458,000	3,890,250	4,630,081	5,370,255	6,468,967
Western Australia ..	2,338,616	3,384,000	3,807,000	4,494,632	5,172,433	6,176,426
Tasmania ..	787,396	1,218,778	1,372,533	1,667,021	1,970,511	2,408,585
<b>Total ..</b>	<b>29,791,201</b>	<b>39,994,469</b>	<b>45,004,341</b>	<b>53,744,547</b>	<b>62,537,369</b>	<b>75,398,119</b>

(a) Includes revenue received under States Grants (Tax Reimbursement) Act 1946-1948. (b) Includes £5,000,000 received under the States Grants (Additional Tax Reimbursement) Act 1950, but excludes £15,000,000 received under the States Grants (Special Financial Assistance) Act 1951.

(f) *Motor Taxation.* Motor taxation comprises tax and registration fees on motor vehicles, and licences of motor dealers, motor drivers and motor cycle riders, and public vehicles except when controlled by local government authorities. The following table shows the collections for the years 1938-39 and 1946-47 to 1950-51:—

**STATE MOTOR TAXATION: NET COLLECTIONS.**  
(£.)

State.	1938-39.	1946-47.	1947-48.	1948-49.	1949-50.	1950-51.
New South Wales ..	2,762,678	2,937,588	3,469,003	3,957,563	4,647,644	6,302,379
Victoria ..	1,913,689	2,093,747	2,388,718	2,647,318	3,178,859	3,808,886
Queensland ..	939,757	1,068,979	1,242,086	1,498,003	1,714,256	2,591,674
South Australia ..	715,944	737,371	795,283	1,107,860	1,266,800	1,458,854
Western Australia ..	453,053	429,009	691,242	689,960	827,676	955,795
Tasmania ..	175,591	280,690	312,704	355,024	402,536	451,486
<b>Total ..</b>	<b>6,960,712</b>	<b>7,547,384</b>	<b>8,899,036</b>	<b>10,255,728</b>	<b>12,037,771</b>	<b>15,569,074</b>

Except in the case of South Australia, the proceeds of motor tax and motor registration fees are paid into special funds and the amounts do not appear in the Consolidated Revenue Funds. The total for Australia for the year 1950-51, £15,569,074, comprises registration fees and taxes, £12,216,825, drivers' and riders' licences, £1,090,045, and licences to operate, etc., £2,262,204.

(iii) *Business Undertakings.* (a) 1950-51. A very large proportion of State gross revenues is made up of receipts from business undertakings under the control of the Governments. The principal of these are railways and tramways, harbour works, water supply and sewerage and electricity supply, and, in addition, State batteries for the treatment of auriferous ores are included for Western Australia, and various minor

revenue-producing services are rendered by the Governments of all States. For the year 1950-51 the revenue from these sources was £123,102,359 or 40.4 per cent. of the revenue from all sources. Details of revenue are as follows:—

### STATE REVENUE FROM BUSINESS UNDERTAKINGS, 1950-51.

(£.)

Source.	N.S.W.	Victoria.	Q'land.	S. Aust.	W. Aust.	Tas.(a).	Total
Railways(b) ..	49,447,738	18,797,703	18,875,882	7,160,460	6,970,696	..	101,252,479
Tramways and Omnibuses ..	10,271,940	(d) 199,194	..	..	671,716	..	11,142,850
Harbours, Rivers, Lights ..	1,955,074	(e) 406,337	..	1,136,472	441,059	..	3,938,942
Water Supply, Sewerage, Irrigation and Drainage ..	..	1,763,279	..	1,661,538	1,319,755	..	4,744,572
Electricity Supply ..	..	812,721	..	..	..	4,000	816,721
Other ..	..	666,095	252	161,614	378,834	..	1,206,795
<b>Total</b> ..	<b>61,674,752</b>	<b>22,645,329</b>	<b>18,876,134</b>	<b>10,120,084</b>	<b>9,782,060</b>	<b>4,000</b>	<b>123,102,359</b>

(a) Tasmanian transport services are under the separate control of the Transport Commission. (b) The following contributions to Railways Revenue from Consolidated Revenue Fund are excluded—New South Wales, £800,000; Victoria, £1,789,670; South Australia, £2,600,000. (c) Includes electric tramways operated by the Railways Department. (d) Tramway contribution to Consolidated Revenue. (e) Includes Harbour Trust Fund contribution, £274,860.

(b) 1938-39 and 1946-47 to 1950-51. The total revenue from Business Undertakings and the revenue per head in each State is shown in the following table for the years 1938-39 and 1946-47 to 1950-51:—

### STATE REVENUE FROM BUSINESS UNDERTAKINGS.

Year.	N.S.W.	Victoria.	Q'land.	S. Aust.	W. Aust.	Tas.	Total.
<b>TOTAL REVENUE.</b>							
(£'000.)							
1938-39 ..	24,676	11,649	7,642	4,957	5,633	(a) 511	55,068
1946-47 ..	37,838	16,473	10,550	6,901	5,953	3	77,718
1947-48 ..	46,207	19,131	10,956	7,434	6,701	9	90,438
1948-49 ..	49,974	20,457	14,909	8,389	7,728	6	101,463
1949-50 ..	50,879	23,834	15,460	9,133	8,822	4	108,132
1950-51 ..	61,675	22,646	18,876	10,120	9,782	4	123,103

### PER HEAD OF POPULATION.

(£ s. d.)

1938-39 ..	9 0 5	6 2 6	7 11 7	8 6 6	12 1 4	(a) 2 3 0	7 19 3
1946-47 ..	12 15 6	8 1 7	9 12 3	10 15 6	11 19 7	0 0 3	10 6 1
1947-48 ..	15 7 5	8 15 3	9 17 0	11 8 0	13 3 4	0 0 8	11 17 8
1948-49 ..	16 6 3	9 13 7	13 2 9	12 12 3	14 16 0	0 0 6	13 1 3
1949-50 ..	16 0 10	10 19 8	13 5 10	13 6 0	16 3 4	0 0 4	13 9 10
1950-51 ..	18 16 9	10 2 6	15 15 5	14 4 8	17 2 5	0 0 4	14 17 7

(a) Includes Tasmanian transport services which were subsequently placed under the control of the Transport Commission.

In the table below particulars of total State revenue from Business Undertakings for the various types of undertakings are shown for the years 1938-39 and 1946-47 to 1950-51:—

### STATE REVENUE FROM BUSINESS UNDERTAKINGS.

(£'000.)

Source.	1938-39.	1946-47.	1947-48.	1948-49.	1949-50.	1950-51.
Railways, Tramways and Omnibuses ..	48,154	70,142	82,264	92,321	98,289	112,396
Harbour Services ..	2,357	2,623	2,912	3,257	3,627	3,939
Water Supply, Sewerage, Irrigation and Drainage ..	2,543	3,360	3,560	3,950	4,338	4,745
Other ..	2,014	1,593	1,702	1,935	1,878	2,203
<b>Total</b> ..	<b>55,068</b>	<b>77,718</b>	<b>90,438</b>	<b>101,463</b>	<b>108,132</b>	<b>123,103</b>

(iv) *Lands.* The revenue from the sale and rental of Crown lands has, with few exceptions, been treated from the earliest times as forming part of the Consolidated Revenue Funds, and has been applied to meet ordinary expenses. The following table shows the revenue from sales and rentals of Crown lands for the year 1950-51 :—

## STATE LAND REVENUE, 1950-51.

( £.)

Source.	N.S.W.	Victoria.	Q'land.	S.Aust.	W.Aust.	Tas.	Total.
Sales ..	84,136	87,455	..	53,980	38,778	3,001	267,350
Conditional Purchases	418,617	..	..	4,867	160,772	8,916	593,172
Rentals ..	2,417,090	196,875	1,430,982	248,705	113,651	74,892	4,482,195
Forestry ..	589,368	821,365	551,738	..	286,376	104,425	2,353,272
Other ..	36,218	61,564	104,542	..	15,652	3,525	221,503
Total ..	3,545,429	1,167,259	2,087,262	307,552	615,229	194,761	7,917,492

The total land revenue for all States for the years 1938-39 and 1946-47 to 1950-51 respectively was :—£4,144,000, £5,190,000, £6,196,000, £6,476,000, £7,004,000, £7,917,000.

(v) *Commonwealth Payments.* Commonwealth Payments to the States represent a considerable proportion of the States' Revenue. In 1950-51 the total amount (excluding sundry minor items) paid to the Consolidated Revenue Funds of the States was £110,548,629 (36.3 per cent.). This was made up of the contribution towards interest on States' debts under the Financial Agreement, £7,584,912, special grants to the States of South Australia, Western Australia and Tasmania, £12,175,000, Prices Control Reimbursement, £682,053, Special Financial Assistance, £15,000,000, and Tax Reimbursement Grants, £75,106,664. The latter item has been included under the State taxation above as it is paid to the States as a reimbursement for vacating the field of income taxation.

In addition to these, the States receive a number of other payments which are paid to Trust Funds. The main items in this class are the contribution towards the sinking fund on States' debts (£2,241,106 in 1950-51) paid to the National Debt Sinking Fund and grants for Commonwealth Aid Roads (£13,542,537 in 1950-51) paid to State Trust Funds.

More detailed information concerning Commonwealth payments to the States is given under part A of this Chapter, (§ 2, Division IV., page 788).

(vi) *Interest and Miscellaneous.* In addition to the foregoing, there are in each State several miscellaneous sources of revenue, including such items as interest, fines, fees, etc. In 1950-51 interest, mainly from loans to local governing bodies, on public account balances and for Soldier Land Settlement supplied £6,462,672, whilst "Miscellaneous" revenue, which includes fines of the courts and fees for services, amounted to £18,988,807.

## Division II.—Expenditure.

1. *General.*—The principal heads of State expenditure from Consolidated Revenue Funds are :—

(a) Interest, sinking fund and exchange charges in connexion with public debt; (b) Working expenses of railways, tramways and other business and industrial undertakings; (c) Education; (d) Health and charitable expenditure; (e) Justice; (f) Police; (g) Penal establishments; and (h) all other expenditure, under which heading is included Public Works, Lands and Surveys, Agriculture and Forestry, Legislative and General Administration, Pensions and Miscellaneous.

In earlier years the working expenses of Railways and Tramways were the most important item of State Governmental expenditure, but, for a period prior to 1941-42, Public Debt charges were the heaviest item. Since then, however, Railways and Tramways expenditure has again taken the major place. In the year 1950-51 the working expenses of the Railways and Tramways and Omnibuses were 37.9 per cent. of the total expenditure from the State Consolidated Revenue Funds; next in importance were Public Debt Charges, 15.2 per cent.; Education, 13.1 per cent.; Charitable, Public Health and Hospitals, 11.4 per cent.; and Law, Order and Public Safety, 5.1 per cent.

2. **Total Expenditure.**—The total expenditure from the Consolidated Revenue Funds of the several States and the expenditure per head of population during each of the years 1938-39 and 1946-47 to 1950-51 are shown in the following table:—

**STATE EXPENDITURE : CONSOLIDATED REVENUE FUNDS.**

Year.	N.S.W.(a)	Victoria.	Q'land.	S. Aust.	W. Aust.	Tas.	Total.
<b>TOTAL EXPENDITURE.</b> (£'000.)							
1938-39 ..	53,558	27,773	19,316	12,701	11,170	3,641	128,159
1946-47 ..	74,631	37,354	25,017	17,253	15,029	4,573	173,857
1947-48 ..	86,204	42,282	26,914	19,156	18,062	5,102	197,720
1948-49 ..	95,918	48,225	32,929	22,130	21,378	5,845	226,425
1949-50 ..	107,681	55,816	37,090	26,550	25,994	7,344	260,475
1950-51 ..	128,265	63,889	44,625	30,842	28,814	8,066	304,501
<b>PER HEAD OF POPULATION.</b> (£ s. d.)							
1938-39 ..	19 11 7	14 16 8	19 3 3	21 6 10	23 18 5	15 6 5	18 10 8
1946-47 ..	25 3 9	18 6 4	22 16 0	26 18 10	30 4 9	17 19 3	23 4 1
1947-48 ..	28 13 6	20 8 8	24 3 9	29 7 4	35 9 11	19 9 9	25 19 6
1948-49 ..	31 6 1	22 16 5	29 0 5	33 5 5	40 18 9	21 15 9	29 3 0
1949-50 ..	33 18 11	25 14 5	31 17 9	38 13 1	47 12 7	26 9 6	32 9 11
1950-51 ..	39 3 6	28 11 3	37 8 2	43 7 7	50 8 8	28 0 11	36 16 1

(a) See § 1, par. 2, page 799.

3. **Details of Expenditure.**—(i) 1950-51. The following table shows the total expenditure and expenditure per head for each of the principal items:—

**STATE EXPENDITURE : DETAILS, 1950-51.**

Particulars.	N.S.W.(a)	Victoria.	Q'land.	S. Aust.	W. Aust.	Tas.	Total.
<b>TOTAL EXPENDITURE.</b> (£'000.)							
Public debt (interest, sinking fund, exchange, etc.) ..	16,551	9,903	7,038	5,877	4,927	1,935	46,231
Railways ..	46,669	19,844	18,871	9,479	8,850	15	103,728
Tramways and Omnibuses ..	10,881	..	..	..	772	..	11,653
Harbours and Rivers, etc. ..	1,109	154	..	707	185	..	2,155
Water Supply, Sewerage, Irrigation and Drainage ..	..	1,721	..	1,344	1,072	..	4,137
Other Business and Industrial Undertakings ..	..	668	1	167	833	(b) 650	2,319
Education ..	16,141	10,644	4,957	3,442	3,171	1,618	39,973
Health and charitable Justice ..	13,728	8,473	5,528	2,829	2,756	1,503	34,817
Police ..	1,417	964	466	205	219	105	3,376
Penal establishments	3,247	2,600	2,094	768	765	357	9,831
Public safety ..	980	329	125	124	111	62	1,731
Reduction of previous deficits (c) ..	211	215	174	28	60	23	711
All other expenditure ..	17,331	8,374	5,371	474	818	—96	1,196
				5,398	4,275	1,894	42,643
<b>Total ..</b>	<b>128,265</b>	<b>63,889</b>	<b>44,625</b>	<b>30,842</b>	<b>28,814</b>	<b>8,066</b>	<b>304,501</b>

(a) See § 1, par. 2, page 799.

(b) Transport Commission loss.

(c) Appropriated from the Commonwealth Grant.

## STATE EXPENDITURE: DETAILS, 1950-51—continued.

Particulars.	N.S.W.	Victoria.	Q'land.	S. Aust.	W. Aust.	Tas.	Total.
PER HEAD OF POPULATION. (£ s. d.)							
Public debt (interest, sinking fund, exchange, etc.) ..	5 1 1	4 8 7	5 18 0	8 5 4	8 12 6	6 14 7	5 11 9
Railways ..	14 5 1	8 17 5	15 16 5	13 6 8	15 9 10	0 1 1	12 10 9
Tramways and Omnibuses ..	3 6 6	..	..	..	1 7 0	..	1 8 2
Harbours and Rivers, etc. ..	0 6 9	0 1 5	..	0 19 11	0 6 6	..	0 5 2
Water Supply, Sewerage, Irrigation and Drainage ..	..	0 15 5	..	1 17 10	1 17 6	..	0 10 0
Other Business and Industrial Undertakings ..	..	0 5 11	..	0 4 8	1 9 2	2 5 2	0 5 7
Education ..	4 18 7	4 15 2	4 3 1	4 16 10	5 11 0	5 12 6	4 16 8
Health and Charitable Justice ..	4 3 10	3 15 9	4 12 8	3 19 7	4 16 6	5 4 6	4 4 2
Police ..	0 8 8	0 8 7	0 7 10	0 5 9	0 7 8	0 7 4	0 8 2
Penal establishments ..	0 19 10	1 3 3	1 15 1	1 1 7	1 6 9	1 4 10	1 3 9
Public safety ..	0 6 0	0 2 11	0 2 1	0 3 6	0 3 11	0 4 4	0 4 2
Reduction of previous deficits ..	0 1 4	0 1 11	0 2 11	0 0 9	0 2 1	0 1 7	0 1 9
All other expenditure ..	..	..	..	0 13 4	1 8 7	0 6 8	0 2 11
Total ..	5 5 10	3 14 11	4 10 1	7 11 10	7 9 8	6 11 8	5 3 1
Total ..	39 3 6	28 11 3	37 8 2	43 7 7	50 8 8	28 0 11	36 16 1

(ii) 1938-39 and 1946-47 to 1950-51. Expenditure for the years 1938-39 and 1946-47 to 1950-51 is shown in the following table:—

STATE EXPENDITURE.  
(£'000.)

Particulars.	1938-39.	1946-47.	1947-48.	1948-49.	1949-50.	1950-51.
Public debt (interest, sinking fund, exchange, etc.) ..	40,158	40,322	40,626	41,915	43,999	46,231
Railways, Tramways and Omnibuses (working expenses) ..	38,138	62,505	74,311	87,914	99,239	115,381
Harbours and Rivers, etc. ..	680	1,241	1,332	1,609	1,789	2,155
Water Supply, Sewerage, Irrigation and Drainage ..	1,076	2,135	2,456	2,814	3,363	4,137
Other Business and Industrial Undertakings ..	1,035	1,184	1,467	2,318	2,340	2,319
Education ..	12,639	20,671	23,964	27,778	32,786	39,973
Health and Charitable Justice ..	15,307	14,437	18,683	22,262	27,739	34,817
Police ..	1,323	1,828	2,075	2,536	2,851	3,376
Penal establishments ..	3,733	5,174	5,987	6,906	8,257	9,831
Public safety ..	646	965	1,145	1,281	1,490	1,731
Reduction of previous deficits ..	297	538	565	644	657	711
All other expenditure ..	13,127	22,857	25,109	28,448	34,953	42,643
Total ..	128,159	173,857	197,720	226,425	260,475	304,501

## Division III.—Surplus Revenue.

The following table shows for each of the years 1938-39 and 1946-47 to 1950-51 the total amount and amount per head of the surplus or deficit of each State :—

## STATE SURPLUS REVENUE.

Year.	N.S.W.(a)	Victoria.	Q'land.	S. Aust.	W. Aust.	Tas.	Total.
TOTAL AMOUNT. (£'000.)							
1938-39 ..	-2,459	- 787	14	-397	-221	- 26	-3,876
1946-47 ..	-1,850	5	16	- 60	- 48	- 66	-2,003
1947-48 ..	- 122	- 554	-94	-313	-351	-286	-1,720
1948-49 ..	164	-1,383	50	-285	-817	-105	-2,376
1949-50 ..	-1,177	- 259	29	-190	24	-267	-1,840
1950-51 ..	33	- 343	98	230	160	-247	- 69

## PER HEAD OF POPULATION.

(£ s. d.)

1938-39 ..	-0 18 0	-0 8 5	0 0 3	-0 13 4	-0 9 5	-0 2 3	-0 11 3
1946-47 ..	-0 12 6	0 0 1	0 0 3	-0 1 10	-0 1 11	-0 5 2	-0 5 4
1947-48 ..	-0 0 10	-0 5 4	-0 1 8	-0 9 7	-0 13 10	-1 1 10	-0 4 6
1948-49 ..	0 1 1	-0 13 1	0 0 11	-0 8 7	-1 11 3	-0 7 10	-0 6 1
1949-50 ..	-0 7 5	-0 2 5	0 0 6	-0 5 6	0 0 10	-0 19 3	-0 4 7
1950-51 ..	0 0 3	-0 3 1	0 1 8	0 6 5	0 5 7	-0 17 2	-0 0 2

(a) See § 1, para. 2, page 799.

NOTE.—Minus sign (-) indicates deficit.

## § 3. State Trust Funds.

In addition to the moneys received as revenue and paid to the credit of Consolidated Revenue Funds, considerable sums are held by the State Governments in trust for various purposes. The balances of trust funds held at 30th June of the years 1939 and 1947 to 1951 were as follows :—

## STATE TRUST FUND BALANCES.

(£'000.)

At 30th June.	N.S.W.(a)	Victoria.	Q'land.	S. Aust.	W. Aust.	Tas.	Total.
1939 ..	15,684	8,189	3,062	1,448	3,744	530	32,657
1947 ..	23,753	18,880	30,525	2,352	8,081	923	84,514
1948 ..	35,297	17,303	29,751	2,855	8,639	709	94,554
1949 ..	29,559	16,448	29,924	2,689	9,380	609	88,609
1950 ..	32,922	16,468	30,382	3,162	10,929	390	94,253
1951 ..	43,169	18,725	33,907	6,184	12,090	360	114,435

(a) Special Deposits Account and Special Accounts.

## § 4. State Loan Funds.

1. General.—As far back as 1842 revenue collections were supplemented by borrowed moneys, the earliest loan being raised by New South Wales for the purpose of assisting immigration, at rates of interest varying from 2½d. to 5½d. per £100 per diem, or

approximately from  $4\frac{1}{2}$  per cent. to 8 per cent. per annum. Australian public borrowing, however, is mainly due to the fact that the State Governments, in addition to ordinary administrative duties, undertake functions which in other countries are usually entrusted to local authorities or left to private enterprise. Foremost amongst these are the construction and control of the railway systems. Loan moneys have also been largely used for improvements to harbours and rivers, and for the construction of roads, water supply and sewerage works. The State loan expenditure and public debt thus differ very materially from those of most European countries, and from those of the Commonwealth, where such expenditure was very largely incurred for defence or war purposes. As shown above, the State debts consist chiefly of moneys raised and expended with the object of assisting the development of the resources of the country, and are to a very large extent represented by tangible assets.

Statements relating to Loan Expenditure are shown below for both "gross" and "net" expenditure. The gross expenditure represents the amounts disbursed during each year whereas the net expenditure represents the gross expenditure less any credits to the Loan Fund during the year on account of repayments of advances to local governing bodies, settlers, etc., the sale of assets, and transfers from other funds. Such moneys are credited to the Loan Fund in the year of repayment irrespective of when the advance was made.

2. Details of Loan Expenditure.—(i) *Gross Loan Expenditure, 1950-51.* Particulars of the gross loan expenditure on Works, Services, etc., for the year 1950-51 are shown in the following table:—

**STATE GROSS LOAN EXPENDITURE ON WORKS, SERVICES, ETC., 1950-51.**  
(£'000.)

Heads of Expenditure.	N.S.W.	Victoria. (a)	Q'land.	S. Aust.	W. Aust.	Tas.	Total.
<b>Public Works and Services—</b>							
Railways .. .. .	15,910	7,044	6,790	2,521	2,304	1,532	36,101
Tramways and Omnibuses .. .. .	1,185	..	..	300	325	..	1,810
Roads .. .. .	..	316	811	100	..	..	..
Bridges .. .. .	216	..	..	..	..	..	..
Harbours and Rivers .. .. .	1,031	60	4	532	695	506	4,771
Lights and Lighthouses .. .. .	..	..	..	..	..	..	..
Water Supply .. .. .	..	7,125	500	2,673	1,188	..	12,968
Sewerage .. .. .	451	29	..	630	372	..	..
Electricity Supply .. .. .	5,099	1,250	..	5,000	3,296	5,325	19,970
Public Buildings .. .. .	5,703	5,868	1,982	953	1,037	928	16,471
Loans and Grants to Local Bodies .. .. .	338	133	3,464	..	..	..	3,940
Unemployment Relief Works .. .. .	..	..	..	..	..	..	..
Housing(b) .. .. .	1,232	904	270	5,722	..	4,824	12,952
Other Public Works, etc. .. .. .	502	337	..	32	88	1,248	2,207
<b>Primary Production—</b>							
Soldier Settlement .. .. .	4,596	6,096	1	4	..	219	10,916
Land for Settlement .. .. .	..	..	569	71	18	8	666
Advances to Settlers .. .. .	..	1	..	26	..	281	308
Water Conservation .. .. .	..	..	757	51	333	..	..
Irrigation and Drainage .. .. .	3,401	..	..	327	176	..	5,045
Rabbit-proof Fencing .. .. .	..	56	3	(c)	..	..	59
Agriculture .. .. .	214	..	148	..	13	..	375
Agricultural Bank .. .. .	..	..	920	..	..	..	920
Forestry .. .. .	715	1,590	1,273	769	202	329	4,878
Mines and Mineral Resources .. .. .	349	140	206	640	465	..	1,800
Other .. .. .	226	160	..	..	2	..	388
Other Purposes .. .. .	..	(d)3,695	..	250	890	..	4,835
<b>Total Public Works, Services, etc., .. .. .</b>	<b>41,168</b>	<b>35,309</b>	<b>17,698</b>	<b>20,601</b>	<b>11,404</b>	<b>15,200</b>	<b>141,380</b>
Per Head of Population .. .. .	£12 11 6	£15 15 9	£14 16 9	£28 19 6	£19 19 2	£52 17 1	£17 1 9

(a) Expenditure from Loan Funds and on account of Loans; includes expenditure from Loan Funds, from Treasurer's Advance Account, and from State Loans Repayment Fund. (b) Excludes expenditure from Commonwealth loans under Commonwealth-State Housing Agreements. (c) Included with Advances to Settlers. (d) Includes Gas and Fuel Corporation shares, £2,551,000.



(ii) *Net Loan Expenditure, 1950-51.* For the year ended 30th June, 1951, State net loan expenditure on Works, Services, etc., was as follows:—

**STATE NET LOAN EXPENDITURE ON WORKS, SERVICES, ETC., 1950-51.**  
(£'000.)

Heads of Expenditure.	N.S.W.	Victoria. (a)	Q'land.	S.Aust. (b)	W.Aust.	Tas.	Total.
<b>Public Works and Services—</b>							
<i>Ballways</i> .. .. .	15,654	7,009	6,761	2,491	1,633	1,341	34,889
<i>Tramways and Omnibuses</i> .. .. .	1,155			300	229		1,684
<i>Roads</i> .. .. .	154	777	616	90		477	4,243
<i>Bridges</i> .. .. .		2					
<i>Harbours and Rivers</i> .. .. .	1,019	25	2		582		
<i>Lights and Lighthouses</i> .. .. .				503			
<i>Water Supply</i> .. .. .		7,117	500	2,596	1,181		12,808
<i>Sewerage</i> .. .. .	438	27		593	356		
<i>Electricity Supply</i> .. .. .	5,020	1,250		5,000	3,296	5,245	19,811
<i>Public Buildings</i> .. .. .	5,593	5,605	1,963	904	1,001	918	15,984
<i>Loans and Grants to Local Bodies</i> .. .. .	337	136	2,810	—1		—15	3,267
<i>Unemployment Relief Works</i> .. .. .	—43	—34				—1	—78
<i>Housing (c)</i> .. .. .	726	717	145	5,111		4,413	11,112
<i>Other Public Works, etc.</i> .. .. .	493	328		—34	88	889	1,764
<b>Primary Production—</b>							
<i>Soldier Settlement</i> .. .. .	3,106	5,182	—22	—315		—122	7,829
<i>Land for Settlement</i> .. .. .		—910	466	—206	17	—32	—665
<i>Advances to Settlers</i> .. .. .		—12	—15	—33		126	66
<i>Water Conservation</i> .. .. .				49	333		
<i>Irrigation and Drainage</i> .. .. .	3,000		739	281	175		4,577
<i>Rabbit-proof Fencing</i> .. .. .		20	—8	(d)			12
<i>Agriculture</i> .. .. .	214		—157		10		67
<i>Agricultural Bank</i> .. .. .			799				799
<i>Forestry</i> .. .. .	711	1,114	1,273	171	202	318	3,789
<i>Mines and Mineral Resources</i> .. .. .	347	129	192	640	438		1,746
<i>Other</i> .. .. .	225	79	—33	—11	2	—26	236
<i>Other Purposes</i> .. .. .		(e) 3,467		156	784		4,407
<b>Total Public Works, Services, etc., Expenditure</b> .. .. .	38,149	32,024	16,031	18,285	10,327	13,531	128,347
<b>Per Head of Population</b> .. .. .	£11 13 0	£14 6 4	£13 8 10	£25 14 4	£18 1 6	£47 1 0	£15 10 3

(a) Expenditure from Loan Funds and on account of Loans; includes expenditure from Loan Funds, from Treasurer's Advance Account, and from State Loans Repayment Fund. (b) Credits arising from the cancellation of securities redeemed from Sinking Fund are not included. (c) Excludes expenditure from Commonwealth loans under Commonwealth-State Housing Agreements. (d) Included in Advances to Settlers. (e) Includes Gas and Fuel Corporation shares, £2,551,000.

**3. Loan Expenditure on Works, Services, etc., 1938-39 and 1946-47 to 1950-51.—**

(i) *Gross Loan Expenditure.* Gross loan expenditure on works, etc. for the years 1938-39 and 1946-47 to 1950-51 is shown in the following table:—

**STATE GROSS LOAN EXPENDITURE ON WORKS, SERVICES, ETC.**

Year.	N.S.W.	Victoria. (a)	Q'land.	S. Aust.	W. Aust.	Tas.	Total.
<b>GROSS LOAN EXPENDITURE.</b> (£'000.)							
1938-39 ..	8,789	3,218	3,393	2,529	1,783	1,687	21,399
1946-47 ..	9,102	7,111	4,532	5,305	2,231	2,056	30,337
1947-48 ..	16,241	11,013	5,822	5,607	3,031	3,463	45,177
1948-49 ..	22,960	12,727	7,118	7,149	3,819	4,393	58,166
1949-50 ..	27,219	20,325	9,035	12,122	8,351	5,783	82,835
1950-51 ..	41,168	35,309	17,698	20,601	11,404	15,200	141,380

(a) See footnote (a) to previous table.

STATE GROSS LOAN EXPENDITURE ON WORKS, SERVICES, ETC.—*continued.*

Year.	N.S.W.	Victoria. (a)	Q'land.	S. Aust.	W. Aust.	Tas.	Total.
PER HEAD OF POPULATION. (£ s. d.)							
1938-39 ..	3 4 3	1 14 5	3 7 4	4 5 0	3 16 4	7 2 0	3 1 11
1946-47 ..	3 1 5	3 9 9	4 2 7	8 5 8	4 9 9	8 1 6	4 1 0
1947-48 ..	5 8 0	5 6 5	5 4 8	8 11 11	5 19 2	13 4 7	5 18 9
1948-49 ..	7 9 10	6 0 5	6 5 6	10 15 0	7 6 3	16 7 7	7 9 9
1949-50 ..	8 11 7	9 7 4	7 15 4	17 13 0	15 6 0	20 17 0	10 6 8
1950-51 ..	12 11 6	15 15 9	14 16 9	28 19 6	19 19 2	52 17 1	17 1 9

(a) See footnote (a) to previous table.

(ii) *Net Loan Expenditure.* The following table shows the works net loan expenditure during each of the years 1938-39 and 1946-47 to 1950-51:—

## STATE NET LOAN EXPENDITURE ON WORKS, SERVICES, ETC.

Year.	N.S.W.	Victoria. (a)	Q'land.	S. Aust. (a)	W. Aust.	Tas.	Total.
NET LOAN EXPENDITURE. (£'000.)							
1938-39 ..	5,408	2,290	2,041	1,226	1,636	577	13,178
1946-47 ..	8,640	5,091	3,570	3,628	2,043	828	23,809
1947-48 ..	15,129	8,786	4,718	3,805	2,537	2,634	37,609
1948-49 ..	22,056	10,534	5,866	5,214	3,580	3,511	50,761
1949-50 ..	24,850	17,869	7,910	9,968	8,105	4,880	73,582
1950-51 ..	38,149	32,024	16,031	18,285	10,327	13,531	128,347

## PER HEAD OF POPULATION.

(£ s. d.)

1938-39 ..	1 19 6	1 4 6	2 0 6	2 1 2	3 10 1	2 8 7	1 18 1
1946-47 ..	2 18 4	2 9 11	3 5 3	5 13 4	4 2 3	3 5 1	3 3 7
1947-48 ..	5 0 8	4 4 11	4 4 10	5 16 8	4 19 9	10 1 3	4 18 10
1948-49 ..	7 4 0	4 19 8	5 3 5	7 16 9	5 17 2	13 1 9	6 10 8
1949-50 ..	7 16 8	8 4 8	6 16 0	14 10 3	14 17 0	17 11 10	9 3 7
1950-51 ..	11 13 0	14 6 4	13 8 10	25 14 4	18 1 6	47 1 0	15 10 3

(a) See footnotes (a) and (b) to table in par. 2 (ii) above.

The four tables in this paragraph and paragraph 2 do not include particulars of expenditure on loan discounts and flotations, the funding of deficits, the retirement of treasury bills, and similar items of a nature other than works, services, etc. The aggregate net expenditure on those items to 30th June, 1951 is shown in paragraph 4 following. Summaries of the gross and net expenditure and repayments in respect of all loan purposes for the years 1948-49 to 1950-51 are shown in paragraph 5 following.

4. Total Net Loan Expenditure to 30th June, 1951.—The total net loan expenditure including revenue deficits, etc., of the States from the initiation of borrowing to 30th June, 1951 amounted to £1,415,830,000. The purposes for which this sum was expended are shown in the following table:—

## STATE NET LOAN EXPENDITURE TO 30th JUNE, 1951.

(£'000.)

Heads of Expenditure.	N.S.W.	Victoria.(a)	Q'land.	S. Aust.	W. Aust.	Tas.	Total.
<b>Public Works and Services—</b>							
Railways ..	204,744	92,160	78,572	43,050	30,616	10,590	459,732
Tramways and Omnibuses ..	12,940	..	..	4,786	1,785	..	19,511
Roads and Bridges	21,076	14,331	8,801	3,922	3,183	..	41,313
Harbours, Rivers, Lighthouses ..	26,297	1,868	3,691	9,763	9,035	8,456	110,423
Water Supply ..	..	..	..	..	13,754	..	..
Sewerage ..	42,115	49,432	2,063	26,063	5,219	..	144,499
Electricity Supply ..	8,820	10,089	..	10,500	9,643	20,271	68,323
Public Buildings ..	33,843	22,909	14,390	6,808	6,377	5,262	89,589
Loans and Grants to Local Bodies ..	2,511	2,091	24,886	7	87	235	29,817
Unemployment Relief Works ..	16,122	13,147	..	..	(c) 786	332	29,601
Housing (d) ..	5,632	4,365	4,045	16,426	786	4,973	36,227
Commonwealth Services ..	3,965	..	524	1,283	..	..	5,772
Other Public Works and Services ..	5,775	1,684	2,917	1,020	2,238	4,369	18,003
<b>Primary Production—</b>							
Closer Settlement ..	11,679	..	968	1,006	7,237	213	21,103
Land for Settlement	..	41,571	4,393	100	346	..	46,400
Soldier Settlement ..	15,279	22,826	773	6,813	3,518	1,721	50,930
Advances to Settlers	1,964	3,764	117	1,630	2,060	463	9,998
Water Conservation	..	..	..	4,260	1,862	..	6,122
Irrigation and Drainage ..	29,977	..	3,731	5,599	3,548	..	48,977
Rabbit-proof Fencing ..	288	985	128	(f) 340	..	..	1,741
Agriculture (g) ..	5,562	1,154	794	..	4,070	..	11,580
Agricultural Bank ..	..	..	5,387	..	4,311	..	9,698
Forestry ..	3,032	10,005	5,338	1,352	1,387	1,422	22,536
Mines and Mineral Resources ..	1,360	786	2,585	2,415	5,086	..	12,232
Other ..	930	1,540	2,341	743	199	270	6,023
Other Purposes ..	89	6,693	123	(j) 3,235	(k) 10,925	..	21,065
<b>Total Public Works, Services, etc., Expenditure ..</b>	<b>454,000</b>	<b>310,676</b>	<b>166,567</b>	<b>156,358</b>	<b>127,602</b>	<b>58,577</b>	<b>1,273,780</b>
<b>Other than Works, etc.—</b>							
Discounts and Flotation Expenses ..	26,401	9,772	10,791	3,270	5,948	2,050	58,232
Revenue and General Cash Deficits ..	38,948	11,055	5,826	8,730	12,115	2,237	78,911
Treasury Bills Retired ..	..	..	2,857	..	..	..	2,857
Other ..	..	..	2,050	..	..	..	2,050
<b>Grand Total ..</b>	<b>519,349</b>	<b>331,503</b>	<b>188,091</b>	<b>168,358</b>	<b>145,665</b>	<b>62,864</b>	<b>1,415,830</b>

(a) Aggregate Gross Loan Expenditure. (b) Loans to Municipal Tramways Trust. (c) Not available separately. Distributed under various particular headings. (d) Expenditure from Commonwealth Loans under Commonwealth-State Housing Agreement has been excluded. (e) Under Prickly Pear and Land Act. (f) Included with Advances to Settlers. (g) Includes grain elevators, New South Wales and Victoria. (h) Includes Government Agency Department of Rural and Industries Bank, £2,680,000. (i) Includes Gas and Fuel Corporation shares, £2,551,000. (j) Includes £1,549,000 State Bank. (k) Includes Rural and Industries Bank, £5,674,000. (l) Contributions to Sinking Fund.

The figures in the foregoing table show the amounts actually expended from loan fund, and differ from those shown later in the statements relating to the public debt, which represent the amount of loans still outstanding. The statement above includes all expenditure, whether the loans have been repaid or are still in existence. As in the earlier tables on net loan expenditure, allowance has been made, however, for credits on account of repayments of advances to local government bodies, settlers, etc., the sale

of assets, and transfers from other funds. In the public debt statement, on the other hand, loans repaid are not included, and in the case of loans still outstanding, each is shown according to the amount repayable at maturity, and not according to the amount originally available for expenditure.

5. Total Loan Expenditure, 1948-49 to 1950-51.—The following table shows particulars, in summary form, of the total loan expenditure in each State during each of the years 1948-49 to 1950-51.

**STATE LOAN EXPENDITURE: SUMMARY.**  
(£'000.)

Particulars.	N.S.W.	Victoria.	Q'land.	S. Aust.	W. Aust.	Tas.	Total.
1948-49.							
<b>Works and Services—</b>							
Gross Expenditure ..	22,960	12,727	7,118	7,149	3,819	4,393	58,166
Net Expenditure ..	22,056	10,534	5,866	5,214	3,580	3,511	50,761
Repayments ..	904	2,193	1,252	1,935	239	882	7,405
<b>Other than Works, etc. (a)—</b>							
Gross Expenditure ..	546	1,494	563	602	14	502	3,721
Net Expenditure ..	546	1,494	563	602	10	491	3,706
Repayments ..	..	..	..	..	(b) 4	11	15
<b>Total Loan Expenditure—</b>							
Gross ..	23,506	14,221	7,681	7,751	3,833	4,895	61,887
Net ..	22,602	12,028	6,429	5,816	3,590	4,002	54,467
Repayments ..	904	2,193	1,252	1,935	243	893	7,420
1949-50.							
<b>Works and Services—</b>							
Gross Expenditure ..	27,219	20,325	9,035	12,122	8,351	5,783	82,835
Net Expenditure ..	24,850	17,869	7,910	9,968	8,105	4,880	73,582
Repayments ..	2,369	2,456	1,125	2,154	246	903	9,253
<b>Other than Works, etc. (a)—</b>							
Gross Expenditure ..	1,184	2,819	288	71	491	88	4,941
Net Expenditure ..	1,184	2,819	288	54	485	62	4,892
Repayments ..	..	..	..	17	(b) 6	26	49
<b>Total Loan Expenditure—</b>							
Gross ..	28,403	23,144	9,323	12,193	8,842	5,871	87,776
Net ..	26,634	20,688	8,198	10,022	8,590	4,942	78,474
Repayments ..	2,369	2,456	1,125	2,171	252	929	9,302
1950-51.							
<b>Works and Services—</b>							
Gross Expenditure ..	41,168	35,309	17,698	20,601	11,404	15,200	141,380
Net Expenditure ..	38,149	32,024	16,031	18,285	10,327	13,531	128,347
Repayments ..	3,019	3,285	1,667	2,316	1,077	1,669	13,033
<b>Other than Works, etc. (a)—</b>							
<b>Gross Expenditure—</b>							
Discounts and Flotation Expenses ..	2,745	47	..	22	29	..	2,843
Revenue and General Cash Deficits ..	..	..	..	..	..	201	201
Contribution to Sinking Fund ..	..	..	150	..	..	..	150
Total ..	2,745	47	150	22	29	201	3,194
<b>Net Expenditure—</b>							
Discounts and Flotation Expenses ..	2,745	47	..	22	20	..	2,834
Revenue and General Cash Deficits ..	..	..	..	..	..	201	201
Contribution to Sinking Fund ..	..	..	150	..	..	..	150
Total ..	2,745	47	150	22	20	201	3,185
Repayments ..	..	..	..	..	(b) 9	..	9
<b>Total Loan Expenditure—</b>							
Gross ..	43,913	35,356	17,848	20,623	11,433	15,401	144,574
Net ..	40,894	32,071	16,181	18,307	10,347	13,732	131,532
Repayments ..	3,019	3,285	1,667	2,316	1,086	1,669	13,042

(a) Includes exchange, discounts and flotation expenses, revenue and general cash deficits. Consolidated Revenue Fund.

(b) From

Information relating to the States Public Debt is given in part D. Commonwealth and State Public Debt (page 820).

## C. COMMONWEALTH AND STATE FINANCE.

1. Revenue and Expenditure.—(i) *Consolidated Revenue Funds.* The following tables show the aggregate revenue and expenditure of the Consolidated Revenue Funds of the Commonwealth and States for each of the years 1938-39 and 1946-47 to 1950-51. In these tables the combined Commonwealth and State totals have been adjusted to exclude major duplications, but the separate Commonwealth and State figures are as shown in other sections of this Year Book. The items excluded from the adjusted figures include the following :—payments made by the Commonwealth to the States on account of tax reimbursements, interest under the Financial Agreement, Special Grants, Special Financial Assistance, Coal Strike Emergency Grants, Price Control Reimbursements and estimated payments of pay-roll tax by the States to the Commonwealth.

## COMMONWEALTH AND STATE CONSOLIDATED REVENUE FUNDS : REVENUE.

Year ended 30th June—	Commonwealth.	State.	Total.	
			Unadjusted.	Adjusted.
			£'000.	£m.
1939 .. .. .	95,064	124,283	219,347	209.6
1947 .. .. .	431,256	171,854	603,110	549.4
1948 .. .. .	465,905	196,000	661,905	601.3
1949 .. .. .	554,377	224,049	778,426	706.6
1950 .. .. .	580,652	258,635	839,287	746.6
1951 .. .. .	841,792	304,432	1,146,224	1,032.0

## COMMONWEALTH AND STATE CONSOLIDATED REVENUE FUNDS : EXPENDITURE.

Year ended 30th June—	Commonwealth.	State.	Total.	
			Unadjusted.	Adjusted.
			£'000.	£m.
1939 .. .. .	94,437	128,159	222,596	212.8
1947 .. .. .	431,256	173,857	605,113	549.3
1948 .. .. .	464,485	197,720	662,205	601.6
1949 .. .. .	554,377	226,425	780,802	709.0
1950 .. .. .	580,652	260,475	841,127	748.4
1951 .. .. .	841,792	304,501	1,146,293	1,032.0

(ii) *Loan Expenditure.* The aggregate gross and net loan expenditures of the Commonwealth and States on Works and Services for the years 1938-39 and 1946-47 to 1950-51 are shown in the following table :—

COMMONWEALTH AND STATE LOAN EXPENDITURE : WORKS AND SERVICES.(a)  
(£'000.)

Year ended 30th June—	Gross Loan Expenditure.			Net Loan Expenditure.		
	Commonwealth.(b)	State.	Total.	Commonwealth.(b)	State.	Total.
1939 .. .. .	3,913	21,399	25,312	3,594	13,178	16,772
1947 .. .. .	48,909	30,337	79,246	48,895	23,809	72,704
1948 .. .. .	13,305	45,177	58,482	13,126	37,609	50,735
1949 .. .. .	14,492	58,166	72,658	-4,253	50,761	46,508
1950 .. .. .	42,698	82,835	125,533	42,682	73,582	116,264
1951 .. .. .	50,413	141,380	191,793	50,383	128,347	178,730

(a) Excludes expenditure on loan flotations, funding deficits, etc. (b) Includes expenditure on Defence, War (1939-45) and Repatriation Services. Excludes payments to National Debt Sinking Fund from proceeds of loan from International Bank of Reconstruction and Development (see page 838).

NOTE.—Minus sign (—) indicates an excess of repayments to loan funds.



**D. COMMONWEALTH AND STATE PUBLIC DEBT.****§ 1. General.**

Under the Financial Agreement between the Commonwealth and the States in 1927 the Commonwealth and State Public Debts were amalgamated and the Commonwealth Government accepted responsibility for the State Public Debts. The Commonwealth is reimbursed by the States for interest, exchange, etc., paid on their behalf and the debt is redeemed from a sinking fund to which both the Commonwealth and the States make contributions. Under the agreement the Commonwealth arranges for all borrowings on behalf of the Commonwealth and the States, and Commonwealth securities are issued for all money borrowed.

In the statistical tables relating to Public Debt the units of currency for debt outstanding and interest payable, with the exception referred to below, are:—Debt in Australia—£ Australian; Debt in London—£ Sterling; Debt in New York—£ (converted from dollars at the rate of \$4.8665 to £1).

The totals shown represent the total "face" or "book" value of the debt without adjustment on account of the differences in currency mentioned above.

In § 3. par. 5 only, details of the debt for the Commonwealth and each State are given in Australian currency.

**§ 2. The Financial Agreement between the Commonwealth and the States.**

1. **General.**—Full details of the Financial Agreement between the Commonwealth and the States are given in earlier issues of the Official Year Book (*see* No. 37, pages 685 to 690). In this issue a summary of the main provisions only is given.

2. **Australian Loan Council.**—The Australian Loan Council was set up to co-ordinate the public borrowings of the Commonwealth and the States. It consists of the Prime Minister of the Commonwealth as Chairman and the Premier of each State, or Ministers nominated by them in writing. Each year the Loan Council examines the loan programmes of the Commonwealth and the States and determines the total amount to be borrowed during the year. Borrowings by the Commonwealth for defence purposes are not subject to decisions of the Loan Council.

3. **Loan Raisings for the Commonwealth and States.**—Subject to the decisions of the Loan Council, the Commonwealth arranges for all borrowings for or on behalf of the Commonwealth or any State, and for all conversions, renewals, redemptions, and consolidations of the Public Debts of the Commonwealth and of the States.

If the Loan Council unanimously decides, however, a State may borrow outside Australia in the name of the State, and may issue securities for the amount so borrowed. The Commonwealth then guarantees that the State will fulfil all its obligations to bondholders in respect of the money so borrowed and the money is deemed to be borrowed by the Commonwealth for and on behalf of the State.

Subject to any maximum limits decided upon by the Loan Council for interest, brokerage, discount and other charges, the Commonwealth or any State may—

- (i) Borrow within its own territory, for any purpose, money from any authorities, bodies, funds or institutions (including Savings Banks) constituted or established under Commonwealth or State law or practice;
- (ii) Borrow from the public by means of counter sales of securities; and
- (iii) Use any available public moneys.

However, any securities issued for money so borrowed or used must be Commonwealth securities on terms approved by the Loan Council.

4. **Taking over of State Public Debts.**—The Commonwealth took over on 1st July, 1929—

- (a) the balance then unpaid of the gross public debt of each State existing on 30th June, 1927; and
- (b) all other debts of each State existing on 1st July, 1929 for money borrowed by that State deemed by the Agreement to be money borrowed by the Commonwealth for and on behalf of the State,

and in respect of these debts assumed, as between the Commonwealth and the States, the liabilities of the States to bond holders.

5. *Transferred Properties.*—In respect of State properties transferred to the Commonwealth under Section 85 of the Constitution, the States; as from 1st July, 1929, were discharged from any liability in respect of principal, interest or sinking fund on so much of the debts bearing interest at 5 per cent. per annum, taken over by the Commonwealth, as amounted to the agreed value of these properties, namely £10,924,323.

6. *Payment of Interest.*—For a period of 58 years from 1st July, 1927 the Commonwealth agreed to contribute the sum of £7,584,912 each year towards the interest payable on the State debts. The balance of the interest payable on the State debts is paid to the Commonwealth by the States.

7. *Sinking Fund.*—(i) *State Public Debt existing at 30th June, 1927.* A sinking fund at the rate of 7s. 6d. per annum for each £100 of the net public debts of the States existing on 30th June, 1927, and conversions thereof, was established under the terms of the Agreement. The Commonwealth contributes annually from revenue 2s. 6d. per cent. on the net public debts of the States existing at 30th June, 1927 and each State contributes annually 5s. per cent. on the net public debt of such State at 30th June, 1927. The payments of the Commonwealth and of all States except New South Wales will continue for a period of 58 years from 1st July, 1927, and those of New South Wales for a similar period from 1st July, 1928.

(ii) *New Borrowings.* On new borrowings after 1st July, 1927 (except those for redemptions or conversions, or funding a State deficit) a sinking fund at the rate of 10s. per cent. per annum was established and the State and the Commonwealth contribute from revenue equal shares for a period of 53 years from the date of raising. (New South Wales did not commence sinking fund contributions in respect of new loans raised in the financial year 1927-28 until 1st July, 1928.)

(iii) *Loans raised to meet a Revenue Deficit.* In respect of any loan (except any of the loans referred to in par. (iv) below) raised after 30th June, 1927 by a State to meet a revenue deficit accruing after that date, no sinking fund contribution is made by the Commonwealth, but the State makes a sinking fund contribution at the rate of not less than 4 per cent. per annum of the loan for a period sufficient to provide for the redemption of the loan, the contributions being deemed to accumulate at the rate of 4½ per cent. per annum compound interest.

(iv) *Loans raised to meet Revenue Deficits between 30th June, 1927 and 1st July, 1935.* In respect of loans raised by a State or by the Commonwealth on behalf of a State, on the security of Commonwealth Treasury Bills, to meet a revenue deficit accruing after 30th June, 1927 and before 1st July, 1935, special contributions are payable. Details of these contributions are given in Official Year Book No. 37, pages 688 and 689.

(v) *National Debt Commission.* The sinking funds established are controlled by the National Debt Commission which may arrange with any State to act as its agent in connexion with payments due to bond holders. Except where the conditions relating to sinking funds, redemption funds, and funds of a like nature held by a State on 30th June, 1929, precluded such transfer, all such funds were transferred to the National Debt Commission.

(vi) *Operation of Sinking Fund.* Sinking fund contributions made in respect of the debts of a State, and funds of that State transferred to the National Debt Commission, are not accumulated but must be applied, whenever expedient, to the redemption and repurchase of loan securities. When such a loan security is repurchased or redeemed by the National Debt Commission, it is cancelled, and the State, in addition to sinking fund contributions otherwise payable, pays a further annual sinking fund contribution at the rate of 4½ per cent. on the face value of the cancelled security.

(vii) *Oversea Debt.* Sinking fund contributions in respect of oversea debt shall be calculated at the mint par of exchange prevailing on 1st July, 1927.



8. **Borrowing by Semi-Governmental Authorities.**—It was realized at the inception of the Loan Council that, in the interests of co-ordinated borrowing, the Council should be advised of borrowings of large amounts by semi-governmental authorities. In May, 1936, all resolutions passed by the Loan Council in connexion with semi-governmental borrowings were consolidated into one set of rules, which superseded all previous resolutions. This set of rules is regarded as the "Gentlemen's Agreement", and provides, *inter alia*, for the submission of annual loan programmes in respect of semi-governmental authorities proposing to raise £100,000 or more in a year, for the consideration of such programmes in conjunction with the loan programme of the Government concerned, and for the fixing of the terms of individual semi-governmental loans coming within the scope of the annual programme.

### § 3. Commonwealth and State Public Debt Outstanding.

I. **Public Debt and Annual Interest Payable at 30th June, 1951.**—In the following table details are given of the Commonwealth and State Public Debt and annual interest payable at 30th June, 1951.

#### COMMONWEALTH AND STATE PUBLIC DEBT AND ANNUAL INTEREST PAYABLE AT 30th JUNE, 1951.

Particulars.	Maturing in—			Total.
	Australia.	London.	New York.	
<b>DEBT.</b>				
Commonwealth Debt—	£A.'000.	£ Stg.'000.	£'000.	£'000.
War (1914-18) Debt(a)—				
Stock and Bonds .. .. .	148,888	8,333	..	157,221
War and Peace Savings Certificates and Stamps and War Gratuity Bonds .. .. .	139	..	..	139
Total War (1914-18) Debt .. .. .	149,027	8,333	..	157,360
War (1939-45) Debt—				
Stock and Bonds .. .. .	1,062,032	5,775	..	1,067,807
Advance Loan Subscriptions .. .. .	1,027	..	..	1,027
National Savings Bonds .. .. .	1,792	..	..	1,792
War Savings and Savings Certificates .. .. .	48,115	..	..	48,115
War Savings Stamps .. .. .	136	..	..	136
National Savings Stamps .. .. .	19	..	..	19
Treasury Bills, Internal .. .. .	278,000	..	..	278,000
Treasury Bills, Public .. .. .	108,280	..	..	108,280
Total War (1939-45) Debt .. .. .	1,499,401	5,775	..	1,505,176
Works and Other Purposes—				
Stock and Bonds .. .. .	111,451	48,749	15,521	175,721
Treasury Bills and Debentures .. .. .	..	1,220	..	1,220
Treasury Bills, Internal .. .. .	10,810	..	..	10,810
International Bank Dollar Loan .. .. .	..	..	1,862	1,862
Total Works and Other Purposes .. .. .	122,261	49,969	17,383	189,613
Total Commonwealth Debt .. .. .	1,770,689	64,077	17,383	1,852,149
State Debt—				
Stock and Bonds .. .. .	851,643	260,152	24,211	1,136,006
Debentures .. .. .	39,568	..	..	39,568
Treasury Bills and Debentures—Short-term .. .. .	..	22,868	..	22,868
Treasury Bills, Public .. .. .	2,400	..	..	2,400
Balance of Debts of States taken over by Commonwealth and still represented by State Securities .. .. .	..	7,496	..	7,496
Total State Debt .. .. .	893,611	290,516	24,211	1,208,338
Grand Total Commonwealth and State Debt .. .. .	2,664,300	354,593	41,594	3,060,487

(a) See footnote (a) page 823.

COMMONWEALTH AND STATE PUBLIC DEBT AND ANNUAL INTEREST PAYABLE AT 30th JUNE, 1951—*continued*.

Particulars.	Maturing in—			Total.
	Australia.	London.	New York.	

## DEBT PER HEAD OF POPULATION.

	£ s. d. (Aust.)	£ s. d. (Stg.)	£ s. d.	£ s. d.
Commonwealth Debt—				
War (1914-18) Debt (a) .. .. .	17 13 6	0 19 9	..	18 13 3
War (1939-45) Debt .. .. .	177 16 8	0 13 9	..	178 10 5
Works and Other Purposes .. .. .	14 10 0	5 18 6	2 1 3	22 9 9
Total Commonwealth Debt .. .. .	210 0 2	7 12 0	2 1 3	219 13 5
Total State Debt .. .. .	106 10 2	34 12 6	2 17 9	144 0 5
Grand Total Commonwealth and State Debt .. .. .	315 19 11	42 1 2	4 18 8	362 19 9

## ANNUAL INTEREST PAYABLE.

	£ Aust.	£ Stg.	£	£
Commonwealth Debt—				
War (1914-18) Debt (a) .. .. .	4,791,774	251,611	..	5,043,385
War (1939-45) Debt .. .. .	38,053,127	231,000	..	38,284,127
Works and Other Purposes .. .. .	3,600,197	1,654,335	762,240	6,016,772
Total Commonwealth Debt .. .. .	46,445,098	2,136,946	762,240	49,344,284
Total State Debt .. .. .	27,171,696	9,032,134	896,253	37,100,083
Grand Total Commonwealth and State Debt .. .. .	73,616,794	11,169,080	1,658,493	86,444,367

## ANNUAL INTEREST PAYABLE PER HEAD OF POPULATION.

	£ s. d. (Aust.)	£ s. d. (Stg.)	£ s. d.	£ s. d.
Commonwealth Debt—				
War (1914-18) Debt (a) .. .. .	0 11 4	0 0 7	..	0 11 11
War (1939-45) Debt .. .. .	4 10 3	0 0 7	..	4 10 10
Works and Other Purposes .. .. .	0 8 7	0 3 11	0 1 10	0 14 4
Total Commonwealth Debt .. .. .	5 10 2	0 5 1	0 1 10	5 17 1
Total State Debt .. .. .	3 4 9	1 1 6	0 2 2	4 8 5
Grand Total Commonwealth and State Debt .. .. .	8 14 8	1 6 6	0 3 11	10 5 1

## AVERAGE RATE OF INTEREST PAYABLE.

	£ s. d. (Aust.)	£ s. d. (Stg.)	£ s. d.	£ s. d.
Commonwealth Debt—				
War (1914-18) Debt (a) .. .. .	3 4 7	3 0 5	..	3 4 5
War (1939-45) Debt .. .. .	2 10 9	4 0 0	..	2 10 11
Works and Other Purposes .. .. .	2 18 11	3 6 3	4 7 8	3 3 6
Total Commonwealth Debt .. .. .	2 12 6	3 6 8	4 7 8	2 13 4
Total State Debt .. .. .	3 0 10	3 2 2	3 14 0	3 1 5
Grand Total Commonwealth and State Debt .. .. .	2 15 4	3 3 0	3 19 9	2 16 6

(a) Excludes War (1914-18) Debt due to United Kingdom Government (£79,724,220). Repayment of this debt and interest thereon (£3,919,774) were suspended in 1931.

2. Public Debt and Annual Interest Payable, 1939 and 1947 to 1951.—In the following table details are given of the Public Debt and Annual Interest Payable at 30th June, 1939 and 1947 to 1951 :—

**COMMONWEALTH AND STATE PUBLIC DEBT AND ANNUAL INTEREST PAYABLE AT 30th JUNE.**

Particulars.	1939.	1947.	1948.	1949.	1950.	1951.
<b>DEBT.</b>						
<b>Commonwealth Debt—</b>						
<b>War (1914-18) Debt—</b>						
Australia .. £ A.'000.	175,194	158,742	154,046	153,900	156,730	149,027
London (a) .. £ Stg.'000.	11,020	10,645	10,645	10,645	8,333	8,333
Total War (1914-18) Debt £'000.	186,214	169,387	164,691	164,545	165,063	157,360
<b>War (1939-45) Debt—</b>						
Australia .. £ A.'000.	..	1,531,532	1,508,195	1,485,877	1,491,476	1,499,401
London .. £ Stg.'000.	..	5,775	5,775	5,775	5,775	5,775
Total War (1939-45) Debt £'000.	..	1,537,307	1,513,970	1,491,652	1,497,251	1,505,176
<b>Works and Other Purposes—</b>						
Australia .. £ A.'000.	43,302	65,098	77,906	92,433	101,204	122,261
London .. £ Stg.'000.	72,097	53,285	52,991	52,741	51,378	49,909
New York .. £'000.	15,914	15,798	15,855	15,798	15,731	17,383
Total Debt for Works, etc. £'000.	131,313	134,181	146,752	160,972	168,313	189,613
<b>Total Commonwealth Debt—</b>						
Australia .. £ A.'000.	218,496	1,755,372	1,740,147	1,732,210	1,749,410	1,770,689
London (a) .. £ Stg.'000.	83,117	69,705	69,411	69,161	65,486	64,077
New York .. £'000.	15,914	15,798	15,855	15,798	15,731	17,383
Total Commonwealth Debt £'000.	317,527	1,840,875	1,825,413	1,817,169	1,830,627	1,852,149
<b>State Debt—</b>						
Australia .. £ A.'000.	485,179	568,141	611,763	666,873	750,108	893,611
London .. £ Stg.'000.	384,328	333,306	328,109	317,348	304,261	290,516
New York .. £'000.	28,265	24,802	24,849	24,663	24,440	24,211
Total State Debt £'000.	897,772	926,249	964,802	1,008,884	1,078,809	1,208,338
<b>Grand Total Commonwealth and State Debt £'000.</b>	<b>1,215,299</b>	<b>2,767,124</b>	<b>2,790,215</b>	<b>2,826,053</b>	<b>2,909,436</b>	<b>3,060,487</b>
<b>ANNUAL INTEREST PAYABLE.</b>						
<b>Commonwealth Debt—</b>						
<b>War (1914-18) Debt—</b>						
Australia .. £ A.'000.	6,950	5,978	5,657	5,657	5,750	4,792
London (a) .. £ Stg.'000.	426	396	396	338	251	251
Total War (1914-18) Debt £'000.	7,376	6,374	6,053	5,995	6,001	5,043
Average Rate .. %	£3 19s. 3d.	£3 15s. 4d.	£3 13s. 7d.	£3 12s. 11d.	£3 12s. 9d.	£3 4s. 5d.
<b>War (1939-45) Debt—</b>						
Australia .. £ A.'000.	..	39,474	39,942	39,667	39,773	38,053
London .. £ Stg.'000.	..	231	231	231	231	231
Total War (1939-45) Debt £'000.	..	39,705	40,173	39,898	40,004	38,284
Average Rate .. %	..	£2 11s. 8d.	£2 13s. 1d.	£2 13s. 8d.	£2 13s. 6d.	£2 10s. 11d.

(a) See footnote (a) page 823.

COMMONWEALTH AND STATE PUBLIC DEBT AND ANNUAL INTEREST PAYABLE AT 30th JUNE—*continued.*

Particulars.	1939.	1947.	1948.	1949.	1950.	1951.
<b>ANNUAL INTEREST PAYABLE—<i>continued.</i></b>						
<b>Commonwealth Debt—<i>continued.</i></b>						
<b>Works and Other Purposes—</b>						
Australia .. £ A.'000.	1,394	1,893	2,293	2,726	3,003	3,600
London .. £ Stg.'000.	2,978	1,776	1,768	1,741	1,695	1,655
New York .. £'000.	778	732	697	695	693	762
Total Debt for Works, etc. £'000.	5,150	4,401	4,758	5,162	5,391	6,017
Average Rate .. %	£3 18s. 5d.	£3 5s. 7d.	£3 4s. 10d.	£3 4s. 2d.	£3 4s. 1d.	£3 3s. 6d.
<b>Total Commonwealth Debt</b>						
Australia .. £ A.'000.	8,344	47,345	47,892	48,050	48,526	46,445
London (a) .. £ Stg.'000.	3,494	2,493	2,395	2,310	2,177	2,137
New York .. £'000.	778	732	697	695	693	762
Total Commonwealth Debt £'000.	12,526	50,480	50,984	51,055	51,396	49,344
Average Rate .. %	£3 18s. 11d.	£2 14s. 10d.	£2 15s. 11d.	£2 16s. 4d.	£2 16s. 2d.	£2 13s. 4d.
<b>State Debt—</b>						
Australia .. £ A.'000.	17,240	18,436	19,686	21,396	23,771	27,172
London .. £ Stg.'000.	14,963	11,293	10,737	9,983	9,506	9,032
New York .. £'000.	1,441	1,000	918	912	904	896
Total State Debt £'000.	33,644	30,729	31,341	32,291	34,181	37,100
Average Rate .. %	£3 14s. 11d.	£3 6s. 4d.	£3 5s. 0d.	£3 4s. 0d.	£3 3s. 4d.	£3 1s. 5d.
<b>Grand Total Commonwealth and State Debt</b>						
Average Rate .. %	£3 16s. 0d.	£2 18s. 9d.	£2 19s. 0d.	£2 19s. 1d.	£2 18s. 10d.	£2 16s. 6d.

(a) See footnote (a) page 823.

3. State Public Debt and Annual Interest Payable at 30th June, 1951.—In paragraphs 1 and 2 totals only of the States' Public Debt are given. In the following table the total debt of each State and the amounts outstanding per head of population at 30th June, 1951 are shown according to the place of flotation:—

**STATE PUBLIC DEBT AT 30th JUNE, 1951 : PLACE OF FLOTATION OF LOANS.**

State.	Maturing in Australia.	Maturing Overseas.			Grand Total.
		London.	New York.	Total Overseas.	
<b>DEBT.</b>					
	£A.'000.	£ Stg.'000.	£'000.	£'000.	£'000.
New South Wales ..	328,354	122,943	10,944	133,887	462,241
Victoria ..	201,151	45,296	4,486	49,782	250,933
Queensland ..	117,047	44,324	4,786	49,110	166,157
South Australia ..	111,847	34,797	1,744	36,541	148,388
Western Australia ..	85,053	36,112	2,021	38,133	123,186
Tasmania ..	50,159	7,044	230	7,274	57,433
<b>Total</b> ..	<b>893,611</b>	<b>290,516</b>	<b>24,211</b>	<b>314,727</b>	<b>1,208,338</b>

STATE PUBLIC DEBT AT 30th JUNE, 1951: PLACE OF FLOTATION OF LOANS  
—continued.

State.	Maturing in Australia.	Maturing Overseas.			Grand Total.
		London.	New York.	Total Overseas.	

## DEBT PER HEAD OF POPULATION.

	£ s. d. (Aust.)	£ s. d. (Stg.)	£ s. d.	£ s. d.	£ s. d.
New South Wales ..	98 19 8	37 1 3	3 6 0	40 7 3	139 6 11
Victoria .. ..	88 12 10	19 19 3	1 19 6	21 18 9	110 11 7
Queensland.. ..	96 12 8	36 11 11	3 19 0	40 10 11	137 3 7
South Australia ..	155 6 8	48 6 6	2 8 6	50 15 0	206 1 8
Western Australia ..	146 5 5	62 2 1	3 9 6	65 11 7	211 17 0
Tasmania .. ..	172 9 3	24 4 5	0 15 10	25 0 3	197 9 6
Total ..	106 10 2	34 12 6	2 17 9	37 10 3	144 0 5

The following table shows, as at 30th June, 1951, the amount of interest payable, together with the average rate of interest payable, with separate information for London, New York and Australian maturities.

## STATE PUBLIC DEBT AT 30th JUNE, 1951: ANNUAL INTEREST PAYABLE—LOCATION.

State.	Australia.	Overseas.			Grand Total.
		London.	New York.	Total.	

## ANNUAL INTEREST PAYABLE.

	£A.'000.	£ Stg.'000.	£'000.	£'000.	£'000.
New South Wales ..	9,806	3,746	368	4,114	13,920
Victoria .. ..	6,211	1,437	181	1,618	7,829
Queensland.. ..	3,640	1,472	175	1,647	5,287
South Australia ..	3,394	1,062	71	1,133	4,527
Western Australia ..	2,581	1,094	93	1,187	3,768
Tasmania .. ..	1,540	221	8	229	1,769
Total ..	27,172	9,032	896	9,928	37,100

STATE PUBLIC DEBT AT 30th JUNE, 1951: ANNUAL INTEREST PAYABLE—  
LOCATION—*continued.*

State.	Overseas.				Grand Total.
	Australia.	London.	New York.	Total.	
<b>AVERAGE RATE OF INTEREST PAYABLE.</b>					
	£ s. d. (Aust.)	£ s. d. (Stg.)	£ s. d.	£ s. d.	£ s. d.
New South Wales ..	2 19 9	3 1 0	3 7 3	3 1 6	3 0 3
Victoria ..	3 1 9	3 3 5	4 1 0	3 5 0	3 2 5
Queensland ..	3 2 2	3 6 5	3 13 1	3 7 1	3 3 8
South Australia ..	3 0 8	3 1 0	4 1 2	3 2 0	3 1 0
Western Australia ..	3 0 8	3 0 7	4 11 7	3 2 3	3 1 2
Tasmania ..	3 1 5	3 2 9	3 7 6	3 2 10	3 1 7
Total ..	3 0 10	3 2 2	3 14 0	3 3 1	3 1 5

4. State Public Debt, 1939 and 1947 to 1951.—In the following table the debt of each State and the amounts outstanding per head of population at 30th June, 1939 and 1947 to 1951 are shown.

## STATE PUBLIC DEBT.

30th June—	N.S.W.	Victoria.	Q'land.	S. Aust.	W. Aust.	Tas.	Total.
- DEBT.							
(£'000.)							
1939 .. ..	359,844	179,698	127,503	108,887	95,473	26,367	897,772
1947 .. ..	362,028	183,096	135,356	114,134	99,002	32,633	926,249
1948 .. ..	384,078	188,946	138,694	118,852	100,275	33,957	964,806
1949 .. ..	396,493	202,883	144,125	124,720	102,916	37,747	1,008,884
1950 .. ..	425,289	217,413	150,662	133,174	109,550	42,721	1,078,809
1951 .. ..	462,241	250,933	166,157	148,388	123,186	57,433	1,208,338

## DEBT PER HEAD OF POPULATION.

(£ s. d.)

1939 .. ..	130 18 7	95 13 3	125 4 11	182 10 6	203 2 4	111 1 2	129 3 11
1947 .. ..	121 5 9	89 2 2	122 6 9	176 13 2	197 0 6	126 18 9	122 13 1
1948 .. ..	126 19 1	90 7 6	123 0 7	180 12 5	194 11 11	129 8 6	125 12 10
1949 .. ..	127 6 10	94 16 11	125 4 10	185 6 0	193 4 2	140 2 6	128 1 1
1950 .. ..	131 17 3	98 13 11	127 5 5	190 3 7	196 7 1	152 18 3	132 7 7
1951 .. ..	139 6 11	110 11 7	137 3 7	206 1 8	211 17 0	197 9 6	144 0 5

In some States certain public utilities such as Tramways, Water Supply and Sewerage, Harbour Services, etc., are controlled by Boards or Trusts, which, in addition to receiving advances from the Central Government, raise loans by public borrowing on their own behalf, while in other States these services are controlled by the Central Governments. Comparison of the debts of the States is therefore difficult, but on page 833 figures showing the aggregate debts of the States, including these local and semi-governmental authorities, are shown for the years 1938-39 and 1946-47 to 1949-50.

5. Public Debt and Interest Payable in Australian Currency.—In the foregoing tables relating to Commonwealth and State Public Debt the debt outstanding in London is expressed in sterling, and debt outstanding in New York is expressed in pounds converted

from dollars at the rate of \$4.8665 to £1. This method of showing the debt gives no indication of the amount that the Australian Government would have to find to repay the debt. In the following tables the public debt and the interest payable are shown in terms of Australian currency throughout. Debt in London and in New York has been converted to Australian currency at the selling rate of exchange on 30th June, 1951.

**COMMONWEALTH AND STATE PUBLIC DEBT AND INTEREST PAYABLE AT 30th  
JUNE, 1951: AUSTRALIAN CURRENCY.**  
(£A.'000.)

Particulars.	Maturing in—			Total.
	Australia.	London.(a)	New York. (b)	
<b>DEBT.</b>				
<b>Commonwealth Debt—</b>				
War (1914-18) Debt .. ..	149,027	10,458	..	159,485
War (1939-45) Debt .. ..	1,499,401	7,248	..	1,506,649
Works and Other Purposes .. ..	122,261	62,711	37,976	222,948
<b>Total Commonwealth Debt .. ..</b>	<b>1,770,689</b>	<b>80,417</b>	<b>37,976</b>	<b>1,889,082</b>
<b>State Debt—</b>				
New South Wales .. ..	328,354	154,294	23,909	506,557
Victoria .. ..	201,151	56,840	9,801	267,798
Queensland .. ..	117,047	55,626	10,457	183,130
South Australia .. ..	111,847	43,670	3,811	159,328
Western Australia .. ..	85,053	45,321	4,415	134,789
Tasmania .. ..	50,159	8,840	593	59,592
<b>Total State Debt .. ..</b>	<b>893,611</b>	<b>364,597</b>	<b>52,896</b>	<b>1,311,104</b>
<b>Commonwealth and State Debt—</b>				
Short-term Debt .. ..	399,490	30,230	..	429,720
Other Debt .. ..	2,264,810	414,784	90,872	2,770,466
<b>Grand Total Commonwealth and State Debt .. ..</b>	<b>2,664,300</b>	<b>445,014</b>	<b>90,872</b>	<b>3,200,186</b>

**ANNUAL INTEREST PAYABLE.**

<b>Commonwealth Debt—</b>				
War (1914-18) Debt .. ..	4,792	316	..	5,108
War (1939-45) Debt .. ..	38,053	290	..	38,343
Works and Other Purposes .. ..	3,600	2,076	1,665	7,341
<b>Total Commonwealth Debt .. ..</b>	<b>46,445</b>	<b>2,682</b>	<b>1,665</b>	<b>50,792</b>
<b>State Debt—</b>				
New South Wales .. ..	9,806	4,702	805	15,313
Victoria .. ..	6,211	1,803	397	8,411
Queensland .. ..	3,640	1,847	382	5,869
South Australia .. ..	3,394	1,333	155	4,882
Western Australia .. ..	2,581	1,373	202	4,156
Tasmania .. ..	1,540	277	17	1,834
<b>Total State Debt .. ..</b>	<b>27,172</b>	<b>11,335</b>	<b>1,958</b>	<b>40,465</b>
<b>Grand Total Commonwealth and State Debt .. ..</b>	<b>73,617</b>	<b>14,017</b>	<b>3,623</b>	<b>91,257</b>

(a) Converted at rate of £ stg. 100 = £A. 125 10s.

(b) Converted at rate of \$2.2275 = £A. 1.

6. Public Debt at each Rate of Interest.—(i) *Commonwealth*. The accompanying table shows particulars of the amounts of debt for Commonwealth purposes at 30th June, 1951, at each rate of interest:—

COMMONWEALTH PUBLIC DEBT AT 30th JUNE, 1951 : AMOUNTS AT EACH RATE OF INTEREST.

Rate of Interest.	Maturing in—			Total.
	Australia.	London.(a)	New York.	
Per cent.	£A.'000.	£Stg.'000.	£'000.	£'000.
5.0 .. .. .	..	..	9,803	9,803
4.25 .. .. .	..	..	(b) 1,862	1,862
4.0 .. .. .	..	5,775	..	5,775
3.875 .. .. .	37,497	..	..	37,497
3.75 .. .. .	(c) 7,543	6,951	..	14,494
3.5 .. .. .	..	5,974	1,159	7,133
3.375 .. .. .	154	..	3,398	3,552
3.25 .. .. .	884,739	34,362	1,161	920,262
3.2391 .. .. .	(d) 32,100	..	..	32,100
3.125 .. .. .	304,967	..	..	304,967
3.0 .. .. .	14,162	9,795	..	23,957
2.8347 .. .. .	(e) 16,015	..	..	16,015
2.25 .. .. .	..	(f) 470	..	470
2.0 .. .. .	(g) 74,966	(f) 750	..	75,716
0.75 .. .. .	(h) 397,090	..	..	397,090
Overdue .. .. .	(i) 1,287	..	..	1,287
War (1914-18) Savings Stamps	14	..	..	14
War (1939-45) Savings Stamps	136	..	..	136
National Savings Stamps ..	19	..	..	19
Total .. .. .	1,770,689	64,077	17,383	1,852,149

(a) Excludes War (1914-18) Debt due to United Kingdom Government, £79,724,000 (rate of interest 4.91667 per cent.) (b) International Bank Dollar Loan. (c) Includes Advance Loan Subscriptions, £1,004,000. (d) War Savings and Savings Certificates—7 years series. (e) Savings Certificates—5 years series. (f) Short-term Treasury Bills and Debentures. (g) Includes Advance Loan Subscriptions, £23,000. (h) Internal Treasury Bills, £288,810,000 and Public Treasury Bills, £108,280,000. (i) Includes War (1914-18) Gratuity Bonds, £12,000 and War (1914-18) Savings Certificates, £4,000.



(ii) *States.* The following table shows, for the States combined, particulars of the debt at each rate of interest and according to the domicile of the debt.

**STATE PUBLIC DEBT AT 30th JUNE, 1951: AMOUNTS AT EACH RATE OF INTEREST.**

Rate of Interest.	Maturing in—			Total.
	Australia.	London.	New York.	
Per Cent.	£A.'000.	£ Stg.'000.	£'000.	£'000.
5.0 .. ..	..	I	4,793	4,794
4.0 .. ..	589	11,546	..	12,135
3.875 .. ..	57,233	..	..	57,233
3.75 .. ..	33,075	..	..	33,075
3.625 .. ..	107	..	..	107
3.5 .. ..	893	72,727	7,482	81,102
3.4875 .. ..	1,546	..	..	1,546
3.375 .. ..	..	..	5,438	5,438
3.25 .. ..	160,901	57,967	6,498	225,366
3.125 .. ..	497,318	..	..	497,318
3.1 .. ..	4,066	..	..	4,066
3.0 .. ..	37,819	91,015	..	128,834
2.75 .. ..	..	15,949	..	15,949
2.7125 .. ..	418	..	..	418
2.5 .. ..	2	18,441	..	18,443
2.325 .. ..	1,730	..	..	1,730
2.25 .. ..	..	(a) 21,377	..	21,377
2.0 .. ..	53,098	(a) 1,491	..	54,589
1.5 .. ..	2,846	..	..	2,846
1.0 .. ..	39,568	..	..	39,568
0.75 .. ..	(a) 2,400	..	..	2,400
Overdue .. ..	2	2	..	4
Total Debt ..	893,611	290,516	24,211	1,208,338

(a) Short-term debt.

The variations in the rates of interest payable on the public debts of the States from 1901 to 1951 appear in the following table which shows the percentages of the total debts in various interest groups during the years specified, and the average rate of interest in each year:—

**STATE PUBLIC DEBT: PERCENTAGES, ETC., IN VARIOUS INTEREST GROUPS.**

Interest Rates.	Percentage of Total Debt at 30th June—							
	1901.	1911.	1921.	1931.	1939.	1941.	1950.	1951.
Not exceeding 3 per cent.	18.0	17.9	10.2	5.3	19.1	18.5	23.6	23.7
Exceeding 3 per cent. but not exceeding 4 per cent.	78.5	81.9	45.4	17.2	62.4	63.6	76.0	75.9
Exceeding 4 per cent. but not exceeding 5 per cent.	3.1	0.1	15.6	36.8	16.0	15.5	0.4	0.4
Exceeding 5 per cent. but not exceeding 6 per cent.	0.4	0.1	23.5	38.4	2.3	2.2	..	..
Exceeding 6 per cent. . . .	..	..	5.3	2.3	0.2	0.2	..	..
Total .. ..	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0
Average Rate of Interest Payable .. ..	3.7	3.6	4.4	4.9	3.7	3.7	3.2	3.1

7. Dates of Maturity.—(i) *Commonwealth*. In the following table the Commonwealth Public Debt at 30th June, 1951 is classified according to the latest, and the earliest, years of maturity.

COMMONWEALTH PUBLIC DEBT AT 30th JUNE, 1951(a) : CLASSIFIED ACCORDING TO LATEST, AND EARLIEST, YEARS OF MATURITY.

Year of Maturity.	Latest Year.				Earliest Year.			
	Maturing in—			Total.	Maturing in—			Total.
	Aus- tralia.	London.	New York.		Aus- tralia.	London.	New York.	
£A.'000.	£ Stg. '000.	£'000.	£'000.	£A.'000.	£ Stg. '000.	£'000.	£'000.	
Before 30th June, 1951	..	..	..	..	757,431	..	..	757,431
1951-52(b)	..	..	..	..	433,629	1,220	..	434,849
1952-53	..	..	..	..	30,365	..	..	87,691
1953-54	..	..	..	..	(c) 11,491	..	..	13,209
1954-55	..	..	..	..	40,572	..	..	..
1955-56	..	..	..	..	8,513	..	9,803	150,337
1956-57	..	..	..	..	44,133	6,951	1,161	87,368
1957-58	..	..	..	..	44,702	..	..	12,570
1958-59	..	..	..	..	243,743	..	..	..
1959-60	..	..	..	..	249,530	..	..	..
1960-61	..	..	..	..	239,658	16,234	..	91,265
1961-62	..	..	..	..	161,749	..	3,398	89,640
1962-63	..	..	..	..	45,712	..	..	47,010
1963-64	..	..	..	..	85,490	5,775	..	..
1964-65	..	..	..	..	80,268	..	..	297
1965-66	..	..	..	..	(d) 1,299	..	..	17,831
1966-67	..	..	..	..	..	5,974	1,159	1,159
1969-70	..	..	..	..	..	17,831	..	..
1974-75	..	..	..	..	..	297	..	..
1975-76	..	..	..	..	..	..	9,795	9,795
1977-78	..	..	..	..	..	9,795	..	..
War (1939-45) Savings and Savings Certi- ficates—								
Seven years series	32,100	..	..	32,100	32,100	..	..	32,100
Five years series	16,015	..	..	16,015	16,015	..	..	16,015
War (1939-45) Savings Stamps	136	..	..	136	136	..	..	136
National Savings Stamps	19	..	..	19	19	..	..	19
War (1914-18) Savings Stamps	14	..	..	14	14	..	..	14
Peace Savings Certificates	110	..	..	110	110	..	..	110
Overdue	1,287	..	..	1,287	1,287	..	..	1,287
Half-yearly	154	..	(e) 1,862	2,016	154	..	(e) 1,862	2,016
Total	1,770,689	64,077	17,383	1,852,149	1,770,689	64,077	17,383	1,852,149

(a) See notes to table on page 829. (b) Includes Short-term Debt. (c) Includes Advance Loan Subscriptions, £23,000. (d) Includes Advance Loan Subscriptions, £1,004,000. (e) International Bank Dollar Loan.

(ii) *States*. Particulars of State Public Debt at 30th June, 1951 have been classified in the following table according to the latest, and the earliest, years of maturity.

## STATE PUBLIC DEBT AT 30th JUNE, 1951 : CLASSIFIED ACCORDING TO LATEST, AND EARLIEST, YEARS OF MATURITY.

Year of Maturity.	Latest Year.				Earliest Year.			
	Maturing in—			Total.	Maturing in—			Total.
	Aus- tralia.	London.	New York.		Aus- tralia.	London.	New York.	
£A.'000.	£ stg. '000.	£'000.	£'000.	£A.'000.	£ stg. '000.	£'000.	£'000.	
Before 30th June, 1951								
1951-52(a) .. .. .	38,235	22,868	..	61,103	146,779	27,681	..	174,460
1952-53 .. .. .	19,907	11,790	..	31,697	38,235	22,868	..	61,103
1953-54 .. .. .	26,245	10,796	..	37,041	60,766	..	4,793	65,559
1954-55 .. .. .	42,305	3,205	..	45,510	47,934	21,084	..	69,018
1955-56 .. .. .	..	..	4,793	27,486	1,446	20,141	..	21,587
1956-57 .. .. .	22,693	..	6,498	29,191	14,089	16,066	..	30,155
1957-58 .. .. .	19,463	..	..	25,961	65,926	..	6,498	72,424
1957-58 .. .. .	38,524	20,141	..	58,665	39,603	..	..	39,603
1958-59 .. .. .	39,908	21,084	..	60,992	1,668	14,055	..	15,723
1959-60 .. .. .	79,416	..	..	79,416	2,732	..	..	2,732
1960-61 .. .. .	66,917	18,575	..	85,492	111,840	..	..	111,840
1961-62 .. .. .	31,239	..	5,438	36,677	184,587	23,962	5,438	213,987
1962-63 .. .. .	60,476	..	..	60,476	106,403	12,871	..	119,274
1963-64 .. .. .	111,165	..	..	111,165	3,604	10,000	..	13,604
1964-65 .. .. .	184,755	12,870	..	197,625	1,564	13,077	..	14,641
1965-66 .. .. .	47,012	10,000	..	57,012	1,084	55,270	..	56,354
1966-67 .. .. .	2,450	23,962	7,482	33,894	2,450	..	7,482	9,932
1967-68 .. .. .	2,202	14,900	..	17,102	2,202	15,949	..	18,151
1968-69 .. .. .	2,455	..	..	2,455	2,455	..	..	2,455
1969-70 .. .. .	3,242	42,261	..	45,503	3,242	18,441	..	21,683
1970-71 .. .. .	2,369	11,546	..	13,915	2,369	..	..	2,369
1971-72 .. .. .	2,177	15,949	..	18,126	2,177	12,300	..	14,477
1972-73 .. .. .	2,711	..	..	2,711	2,711	..	..	2,711
1973-74 .. .. .	3,336	12,300	..	15,636	3,336	..	..	3,336
1974-75 .. .. .	3,737	31,518	..	35,255	3,737	..	..	3,737
1975-76 .. .. .	7,338	..	..	7,338	7,338	4,351	..	11,689
1976-77 .. .. .	1,759	..	..	1,759	1,759	..	..	1,759
1977-78 .. .. .	1,839	4,351	..	6,190	1,839	..	..	1,839
1978-79 .. .. .	1,921	..	..	1,921	1,921	..	..	1,921
1979-80 .. .. .	2,008	..	..	2,008	2,008	..	..	2,008
1980-81 .. .. .	2,098	..	..	2,098	2,098	..	..	2,098
1981-82 .. .. .	2,193	..	..	2,193	2,193	..	..	2,193
1982-83 .. .. .	1,661	..	..	1,661	1,661	..	..	1,661
Overdue .. .. .	2	2	..	4	2	2	..	4
Interminable .. .. .	..	1	..	1	..	1	..	1
Treasurer's option .. .. .	..	2,397	..	2,397	..	2,397	..	2,397
Half-yearly drawings .. .. .	9,481	..	..	9,481	9,481	..	..	9,481
Indefinite .. .. .	10,372	..	..	10,372	10,372	..	..	10,372
<b>Total .. .. .</b>	<b>893,611</b>	<b>290,516</b>	<b>24,211</b>	<b>1,208,338</b>	<b>893,611</b>	<b>290,516</b>	<b>24,211</b>	<b>1,208,338</b>

(a) Includes short-term debt, Australia, £2,400,000; London, £22,868,000.

Under the Financial Agreement Act 1944, Treasury Bills issued to meet State revenue deficits accruing between 1st July, 1928 and 30th June, 1935 were retired on 31st December, 1944. In place of those not redeemed, one per cent. debentures amounting to £43,018,000 were issued. One of these debentures will mature in each year up to 1983. Particulars of these debentures are included under their respective years of maturity in the tables above.

8. Short-term Debt.—(i) Amount. Particulars of the short-term debt (Treasury Bills and Debentures) of the Commonwealth and States in London and in Australia at 30th June, 1939 and at intervals from 30th June, 1947 to 30th June, 1951 are shown in the following table. This debt is included in the public debt as shown elsewhere.

## COMMONWEALTH AND STATE SHORT-TERM DEBT.(a)

Date.	Maturing in Australia. (£ A.'000.)			Maturing in London. (£ Stg.'000.)		
	Commonwealth.	States.	Total.	Commonwealth.	States.	Total.
30th June, 1939 ..	..	50,228	50,228	4,220	23,155	27,375
" " 1947 ..	278,280	..	278,280	2,220	22,868	25,088
" " 1948 ..	208,280	..	208,280	1,970	22,868	24,838
" " 1949 ..	123,280	..	123,280	1,720	22,868	24,588
" " 1950 ..	108,280	..	108,280	1,470	22,868	24,338
30th September, 1950	133,280	..	133,280	1,470	22,868	24,338
31st December, 1950 ..	153,280	2,000	155,280	1,220	22,868	24,088
31st March, 1951 ..	198,280	2,400	200,680	1,220	22,868	24,088
30th June, 1951 ..	108,280	2,400	110,680	1,220	22,868	24,088

(a) Excludes Overdrafts and Internal Treasury Bills.

(ii) *Interest Rates. (a) London.* The rates of interest payable on Treasury Bills and Debentures in London during the following periods were: 1938-39 to 1940-41—minimum rate, 2 per cent., maximum rate, 2½ per cent.; 1941-42 to 1943-44—minimum rate, 2 per cent., maximum rate, 3 per cent.; 1950-51 to 1949-50—minimum rate, 2 per cent., maximum rate, 2½ per cent.

(b) *Australia.* The Treasury Bill rates in Australia were as follows:—1¾ per cent. from 1st January, 1935; 1½ per cent. from 1st May, 1940; 1¼ per cent. from 1st May, 1943; 1 per cent. from 1st March, 1945; ¾ per cent. from 1st May, 1949.

9. *State and Municipal and Semi-Governmental Authority Public Debt.*—For the reasons indicated on page 827 direct comparisons of the debts of the several States should be made with caution. The table following shows, for 1938-39 and 1946-47 to 1949-50 particulars of the debts of the States and the debts due to the Public Creditor by municipal, and semi-governmental authorities in each State.

## STATE AND MUNICIPAL AND SEMI-GOVERNMENTAL AUTHORITY PUBLIC DEBT.

State.	State.	Municipal. (a)	Semi-Governmental. (a)	Total.	
DEBT, 1949-50. (£'000.)					
New South Wales ..	425,289	34,477	95,574	555,340	
Victoria ..	217,413	12,563	86,962	316,938	
Queensland ..	150,662	31,101	11,201	192,964	
South Australia ..	133,174	587	11,413	145,174	
Western Australia ..	109,550	2,187	414	112,151	
Tasmania ..	42,721	3,531	1,057	47,309	
Total	1949-50 ..	1,078,809	84,446	206,621	1,369,876
	1948-49 ..	1,008,884	74,201	176,561	1,259,646
	1947-48 ..	964,802	67,071	161,390	1,193,263
	1946-47 ..	926,249	61,771	151,767	1,139,787
	1938-39 ..	897,772	78,126	120,512	1,096,410

## DEBT PER HEAD OF POPULATION, 1949-50.

(£.)

New South Wales ..	131.9	10.7	29.6	172.2	
Victoria ..	98.7	5.7	39.5	143.9	
Queensland ..	127.3	26.3	9.5	163.1	
South Australia ..	190.2	0.8	16.3	207.3	
Western Australia ..	196.5	3.9	0.8	201.2	
Tasmania ..	152.9	12.6	3.8	169.3	
Total	1949-50 ..	132.4	10.4	25.3	168.1
	1948-49 ..	128.1	9.4	22.4	159.9
	1947-48 ..	125.6	8.7	21.0	155.3
	1946-47 ..	122.7	8.2	20.1	151.0
	1938-39 ..	129.2	11.2	17.4	157.8

(a) Due to public creditor and excludes amounts due to Central Government. Includes Bank overdrafts.

## § 4. Commonwealth Loan Raisings.

1. New Loans Raised, 1946-47 to 1950-51.—Under the Financial Agreement between the Commonwealth and the States, the Commonwealth is responsible for raising all loan moneys required by both the Commonwealth and the State Governments. Details of loan transactions given in this and the next two paragraphs relate, therefore, to all loans raised for the Commonwealth and the States. The following table shows details of new loans raised in Australia by the Commonwealth during the five years 1946-47 to 1950-51. No new loans were raised in London during this period, and the only new loan raised in New York was that from the International Bank for Reconstruction and Development, amounting to \$100,000,000, raised in May, 1951 and repayable half-yearly from 1st September, 1955 to 1st September, 1975. The rate of interest is 4½ per cent. Of this loan \$9,059,385 had been drawn at 30th June, 1951.

## COMMONWEALTH NEW LOANS(a) RAISED IN AUSTRALIA.

Month of Raising.	Amount Invited.	Number of Subscribers.	Amount Subscribed.	Rate of Interest.	Year of Maturity.	Price of Issue.	Allocation of Proceeds.		
							Commonwealth.		States.
							War (1939-45) and Repatriation Services.	Other Purposes.	
	£'000.		£'000.			£	£'000.	£'000.	£'000.
1946-47—									
October (Second Security Loan) ..	64,020	194,592	{ 4,823 64,944	{ 2 3½	{ 1949 1955-58	{ 100	61,267	..	8,500
December ..	5,575	(b)	{ 5,575	{ 3	{ 1956	{ 100	..	5,575	..
April (Third Security Loan) ..	25,000	72,154	{ 1,457 28,365	{ 2 3½	{ 1950 1956-59	{ 100	7,457	5,440	16,925
1947-48—									
October (Fourth Security Loan) ..	48,030	95,327	61,223	3½	1956-59	100	21,611	13,012	26,600
April (Fifth Security Loan) ..	35,000	87,234	43,294	3½	1957-60	100	6,621	7,645	29,028
1948-49—									
September (Sixth Security Loan) ..	15,000	84,472	15,052	3½	1962	100	52	..	15,000
March (Seventh Security Loan) ..	43,239	54,860	{ 11,982 49,842	{ 2 3½	{ 1952 1960-63	{ 100	8,899	28,780	24,145
1949-50—									
September (Eighth Security Loan) ..	25,912	63,504	{ 8,035 37,132	{ 2 3½	{ 1953 1960-63	{ 100	..	..	45,167
March (Ninth Security Loan) ..	40,875	46,066	{ 8,433 52,245	{ 2 3½	{ 1953 1961-64	{ 100	11,887	17,215	31,576
1950-51—									
August (Tenth Security Loan) ..	12,911	46,304	{ 6,531 41,775	{ 2 3½	{ 1953 1961-64	{ 100	1,306	..	47,000
November (Eleventh Security Loan) ..	21,253	32,160	{ 1,976 28,024	{ 2 3½	{ 1953 1961-64	{ 100	..	..	30,000
May (Twelfth Security Loan) ..	40,000	46,189	{ 3,275 45,999	{ 2 3½	{ 1954 1962-65	{ 100 99	336	..	48,938

(a) Includes loans raised for redemption of Treasury Bills, but excludes conversion loans, loans for redemption of debt maturing in London, short-term debt and certain miscellaneous debt (see below).  
(b) Special issue (taken up by Commonwealth Bank of Australia).

In addition to the new loans raised shown in the foregoing table, and the redemption and conversion loans shown in the following table, there were other miscellaneous debt operations during 1950-51, viz. :—National Savings Stamps, decrease of £1,000; Savings Certificates and War Savings Certificates (Five and Seven Years' Series), decrease of £6,910,000; War Savings and Savings Stamps, decrease of £4,000; "Over the Counter Sales" (small amounts borrowed by the States by virtue of certain statutory rights), £2,482,000. Advance loan subscriptions in hand decreased from £26,776,000 at the end of 1949-50 to £1,026,000 at the end of 1950-51.

2. Conversion and Redemption Loans, 1946-47 to 1950-51.—(i) *Australia*. Particulars of conversion loans raised in Australia during the five years 1946-47 to 1950-51 are given in the following table :—

COMMONWEALTH CONVERSION AND REDEMPTION LOANS RAISED IN AUSTRALIA.

Month of Raising.	Old Loan.		New Loan.				Reduction in Annual Liability for Interest.
	Amount.	Rate of Interest.	Amount.	Rate of Interest.	Price of Issue.	Year of Maturity.	
	£A.'000.	%	£A.'000.	%	£		£A.'000.
1946-47—							
August .. ..	13,548	2½	{ 4,593 8,953	{ 2 3½	100	1949 1955-58	} -44
October .. ..	17,679	2½	{ 5,260 12,419	{ 2 3½	100	1949 1955-58	
1947-48—							
August .. ..	{ 6,422 21,689	{ 3½ 4	} 28,111	} 3½	100	1956-59	} 238
October .. ..	19,015	2½					
December .. ..	6,000	2½	6,000	3½	100	1956-59	-38
1948-49—							
September .. ..	{ 55,231 14,163 7,581 8,058	{ 2½ 3 3½ 3½	} 85,038	} 3½	100	1962	} -293
March .. ..	{ 17,291 59,470	{ 2 2½					
1949-50—							
September .. ..	{ 15,262 50,268 12,104 11,455	{ 2 2½ 3½ 3½	} 29,609 59,480	} 2 3½	100	1953 1960-63	} -51
March .. ..	4,125	2					
1950-51—							
August .. ..	{ 9,285 27,817	{ 3½ 4	} 9,715 27,387	} 2 3½	100	1953 1961-64	} 400
November .. ..	116,831	4					

NOTE.—Minus sign (—) indicates an increase in the annual liability for interest.

(ii) *London*. The following table shows particulars of loans raised in Australia and London during the five years 1946-47 to 1950-51 for the purpose of redeeming and converting London loans.

## COMMONWEALTH LOANS RAISED FOR THE CONVERSION AND REDEMPTION OF LOANS MATURING IN LONDON.

Month of Raising.	Old Loan.		New Loans.				Reduction in Annual Liability for Interest and Exchange. (a)	
	Amount.	Rate of Interest.	Amount raised in—		Rate of Interest.	Price of Issue.		Year of Maturity.
			Australia.	London.				
	£Stg. '000.	%	£A.'000.	£Stg. '000.	%	£	£A.'000.	
1946-47—								
July ..	16,075	3	..	16,075	2½	100	1967-71	50
January ..	4,254	3	{ 2,667	..	2	100	1950-59	
January ..	{ 1,418 17,098	{ 3½ 4	{ 2,667 ..	18,516	{ 3½ 2½	{ 100 100	1970-75	
1947-48—								
January ..	15,870	5½	{ .. 3,761	12,870	{ 3 3½	{ 98½ 100	{ 1963-65 1960	443
1948-49—								
August ..	13,988	4	{ .. 5,000	10,000	{ 3 3½	{ 100 100	{ 1964-66 1957-60	169
January ..	{ 5,170 14,775	{ 3 3½	{ .. 6,200	15,000	{ 3 3½	{ 100 100	{ 1965-67 1962	
January ..	{ 1,959 16,027	{ 3½ 4	{ .. 6,269	12,986	{ 3 3½	{ 100 100	{ 1972-74 1960-63	212
March ..	19,500	3½	{ .. 5,642	15,000	{ 3 3½	{ 100 100	{ 1975-77 1960-63	
1949-50—								
October ..	5,583	3½	7,000	..	3½	100	1960-63	26
1950-51								
July ..	9,400	3½	11,785	..	3½	100	1,964	44

(a) No account has been taken of cost of issuing the conversion loans at a discount. Exchange calculated at £A.125.375 = £ stg. 100.

(iii) *New York.* During 1946-47 the Queensland 6 per cent. loan in New York became due for redemption and the option of redeeming other loans bearing interest at 5 per cent. and 4½ per cent. occurred. In order to take advantage of lower rates of interest, the Commonwealth gave notice that it intended to redeem the latter loans and four loans totalling \$128,000,000 were raised to provide the money for redemption. Particulars of these loans are given in the following table. These operations were the first conversion operations undertaken in New York.

## COMMONWEALTH LOANS RAISED IN NEW YORK FOR REDEMPTION OF EXISTING LOANS.

Month of Raising.	Old Loan.		New Loan.				Reduction in Annual Liability for Interest and Exchange.(a)	
	Amount.	Rate of Interest.	Amount.	Rate of Interest.	Price of Issue.	Year of Maturity.	United States of America Currency.	Aus-tralian Currency. (b)
	\$'000.	%	\$'000.	%	£		\$'000.	£A.'000.
1946-47—								
August ..	18,329	5	20,000	3½	100	1956	266	83
December ..	{ 17,513 7,851	{ 5 6	{ 25,000	{ 3½	{ 98½	{ 1966	{ 472	{ 147
February ..	44,626	4½	45,000	3½	99	1962	489	153
June ..	35,640	5	{ 19,000 19,000	{ 3½	{ 97½ 97½	{ 1957 1967	{ 500	{ 156

(a) No account has been taken of the cost of issuing the new loans at a discount. (b) Converted at selling rate of exchange on 30th June, 1947—\$3.2002 = £A1.

3. **International Bank for Reconstruction and Development Loan.**—To provide dollar funds for the purchase of certain types of capital equipment and plant which were indispensable to the furtherance of development in Australia and which could only be obtained in the United States of America and Canada, the Commonwealth Government, in August, 1950, arranged a loan of \$100,000,000 from the International Bank for Reconstruction and Development. The loan is for a term of 25 years with interest at 4½ per cent. per annum on the amount of the loan withdrawn and outstanding from time to time. In addition there is a commitment charge of ¾ per cent. per annum on the amount of the loan not withdrawn from time to time. Repayment of the loan is to be made in half-yearly instalments commencing on 1st September, 1955. The last instalment is payable on 1st September, 1975. Up to 30th June, 1951, \$9,059,385 had been drawn on the loan.

The capital equipment and plant to be purchased from the proceeds of the loan will be made available to Commonwealth and State Government departments and agencies and private firms and individuals for use in the development of Australian resources. Subject to a special import licence being obtained, the goods will be imported and distributed through normal channels and payment made through the Australian banking system. Periodically, schedules of dollar payments for goods imported against loan licences are to be submitted to the International Bank for Reconstruction and Development. These schedules will form the basis for periodical drawings by the Commonwealth against the loan. The amounts drawn will be paid to the Commonwealth Bank to replace the dollar funds used in making the purchases. In return, the Commonwealth Government will receive Australian currency from the Commonwealth Bank. This will be paid to the Commonwealth National Debt Sinking Fund, out of which the loan will subsequently be redeemed.

4. **Summary of Loan Transactions, 1941-42 to 1950-51.**—The following table contains a summary of loan transactions on behalf of the Commonwealth and State Governments during the last ten years.

## COMMONWEALTH LOAN TRANSACTIONS: SUMMARY.

Year ended 30th June.	New Loans.				Net Increase in Short-term Debt in—			Loans Raised for Conversion or Redemption of Existing Debt Maturing in—			
	Public Loans (a) Raised in—		Net Increase of Miscellaneous Debt in— (b)		Australia.		Lon- don.	London.		New York.	
	Aus- tralia.	New York.	Aus- tralia.	Lou- don.	Public.	In- ter- nal.		Aus- tralia.	Lou- don.		
	£A.'000.	\$'000.	£A.'000.	£stg. '000.	£A.'000.	£A.'000.	£stg. '000.	£A. '000.	£A. '000.	£stg. '000.	\$'000.
1942	122,880	..	14,478	..	78,391	2,296	1,474	65,985	..	30,011	..
1943	184,692	..	31,304	254	172,886	8,500	1,399	21,783	..	16,451	..
1944	276,949	..	6,952	12,007	77,905	42,718	1,112	12,252	5,631	..	..
1945	264,245	..	14,218	..	32,745	32,104	250	40,666	12,650	..	..
1946	172,817	..	2,390	347	330	..	250	21,157	43,017	74,055	..
1947	105,164	..	8,086	..	65,000	25,000	250	31,227	5,334	34,591	128,000
1948	104,518	..	1,719	..	70,000	20,100	250	53,126	3,761	12,870	..
1949	76,876	..	9,202	..	85,000	41,400	250	161,799	23,111	52,986	..
1950	105,845	..	4,788	..	15,000	19,000	250	93,213	7,000	..	..
1951	127,580	(c) 9,059	30,183	..	2,400	87,000	250	153,933	11,785	..	..

(a) Includes loans raised for redemption of Treasury Bills. No new loans were raised in London during this period.

(b) "Over the Counter Sales" and net increase in debt on account of Citizens' National Emergency Loans, War Savings and Savings Certificates and Stamps, National Savings Bonds and Stamps, and Advance Loan Subscriptions. Debt in London includes Citizens' National Emergency Loans and debt to United Kingdom Government.

(c) Amount drawn of \$100,000,000 loan from International Bank for Reconstruction and Development.

NOTE.—Minus sign (—) denotes a decrease in debt.



## § 5. National Debt Sinking Fund.

1. Commonwealth Public Debt.—Particulars relating to the creation of sinking funds are included in issues of the Official Year Book prior to No. 23.

The old sinking funds were merged in the National Debt Sinking Fund on 11th August, 1923. Particulars of receipts and expenditure of the Commonwealth Account for the years 1938-39 and 1946-47 to 1950-51 were as follows:—

NATIONAL DEBT SINKING FUND: COMMONWEALTH ACCOUNT.  
(£'000.)

Items.	1938-39.	1946-47.	1947-48.	1948-49.	1949-50.	1950-51.
<b>Receipts—</b>						
From Consolidated Revenue	3,918	14,443	15,456	16,083	16,146	17,225
Loans and Advances Repaid	17	360	454	766	580	4,381
War Service Homes Money Repaid	629	1,043	1,115	1,357	2,156	3,147
Half Net Profit Commonwealth Bank	321	938	965	1,082	1,116	1,140
Reparation Moneys	..	..	..	..	500	..
Interest on Investments	32	56	31	42	104	70
Loan (International Bank for Reconstruction and Development) Act	..	..	..	..	..	4,044
Other Contributions	14	12	12	12	12	12
<b>Total Receipts</b>	<b>4,931</b>	<b>16,852</b>	<b>18,033</b>	<b>19,342</b>	<b>20,614</b>	<b>30,019</b>
<b>Expenditure—</b>						
Securities Repurchased and Redeemed in—						
Australia	4,230	13,864	23,281	3,917	26,916	28,762
London	608	313	370	313	610	1,688
New York	214	..	91	79	118	449
<b>Total Expenditure</b>	<b>5,052</b>	<b>14,177</b>	<b>23,742</b>	<b>4,309</b>	<b>27,644</b>	<b>30,899</b>
Balance at 30th June	1,131	8,583	2,874	17,907	10,877	9,997
<b>Face Value of Securities Repurchased and Redeemed in—</b>						
Australia	4,199	13,848	23,201	3,900	26,872	28,828
London	498	250	294	250	496	1,409
New York	167	..	66	57	68	210
<b>Total Face Value</b>	<b>4,864</b>	<b>14,098</b>	<b>23,561</b>	<b>4,207</b>	<b>27,436</b>	<b>30,447</b>

2. State Public Debt.—(i) States, 1950-51. Prior to the passing of the Financial Agreement Act 1928, the practice by the States of providing sinking funds had been consistently followed in Western Australia only. This Act contains provisions for the establishment of a sinking fund on States' debts (see p. 821). Particulars of the transactions of the National Debt Sinking Fund (States' Account) for each State during the year 1950-51 are shown on the following page.

NATIONAL DEBT SINKING FUND : STATE ACCOUNT, 1950-51.  
(£'000.)

Items.	N.S.W.	Vic.	Q'land.	S. Aust.	W.Aust.	Tas.	Total.
<b>Receipts—</b>							
<b>Contributions under Financial Agreement—</b>							
Commonwealth .. ..	877	452	294	276	245	97	2,241
States .. ..	3,582	2,026	1,375	1,174	916	345	9,418
Interest from States on cancelled Securities .. ..	8	7	3	3	3	1	25
Special Contributions by States .. ..	106	32	..	2	1	6	147
Interest on Investments, etc. .. ..	4	1	1	1	1	..	8
<b>Total Receipts .. ..</b>	<b>4,577</b>	<b>2,518</b>	<b>1,673</b>	<b>1,456</b>	<b>1,166</b>	<b>449</b>	<b>11,839</b>
<b>Expenditure—</b>							
<b>Securities Repurchased and Redeemed in—</b>							
Australia .. ..	3,789	2,345	1,112	998	264	369	8,877
London .. ..	3,091	294	477	433	953	59	5,307
New York .. ..	261	62	98	24	12	5	462
<b>Total Expenditure .. ..</b>	<b>7,141</b>	<b>2,701</b>	<b>1,687</b>	<b>1,455</b>	<b>1,229</b>	<b>433</b>	<b>14,646</b>
Balance at 30th June, 1951 .. ..	68	73	51	56	8	29	285
<b>Face Value of Securities Repurchased and Redeemed in—</b>							
Australia .. ..	3,780	2,340	1,110	997	264	368	8,859
London .. ..	2,482	244	398	363	809	49	4,345
New York .. ..	129	31	49	12	6	2	229
<b>Total Face Value .. ..</b>	<b>6,391</b>	<b>2,615</b>	<b>1,557</b>	<b>1,372</b>	<b>1,079</b>	<b>419</b>	<b>13,433</b>

(ii) *All States, 1938-39 and 1946-47 to 1950-51.* The following table is a summary of the transactions of the National Debt Sinking Fund (State Account) for the years 1938-39 and 1946-47 to 1950-51 :—

NATIONAL DEBT SINKING FUND : STATE ACCOUNT.  
(£'000.)

Items.	1938-39.	1946-47.	1947-48.	1948-49.	1949-50.	1950-51.
<b>Receipts—</b>						
<b>Contributions under Financial Agreement—</b>						
Commonwealth .. ..	1,478	1,636	1,732	1,851	2,006	2,241
States .. ..	4,327	7,198	7,653	8,109	8,747	9,418
Interest from States on cancelled securities .. ..	15	27	16	29	27	25
Commonwealth Contributions under Federal Aids Roads and Works Act .. ..	69	69	68	20	..	..
Special Contributions by States .. ..	61	105	137	174	142	147
Interest on Investments, etc. .. ..	56	63	19	11	6	8
<b>Total Receipts .. ..</b>	<b>6,006</b>	<b>9,098</b>	<b>9,625</b>	<b>10,194</b>	<b>10,928</b>	<b>11,839</b>
<b>Expenditure—</b>						
<b>Securities Repurchased and Redeemed in—</b>						
Australia .. ..	4,008	8,916	8,950	8,337	6,509	8,877
London .. ..	1,722	40	2,902	2,393	1,449	5,307
New York .. ..	347	874	444	256	393	462
<b>Total Expenditure .. ..</b>	<b>6,077</b>	<b>9,830</b>	<b>12,296</b>	<b>10,986</b>	<b>8,351</b>	<b>14,646</b>
Balance at 30th June .. ..	1,885	3,978	1,307	515	3,092	285
<b>Face Value of Securities Repurchased and Redeemed in—</b>						
Australia .. ..	3,996	8,905	8,930	8,292	6,480	8,859
London .. ..	1,561	33	2,309	1,909	1,182	4,345
New York .. ..	285	649	314	185	223	229
<b>Total Face Value .. ..</b>	<b>5,842</b>	<b>9,587</b>	<b>11,553</b>	<b>10,386</b>	<b>7,885</b>	<b>13,433</b>

Particulars of the Financial Agreement between the Commonwealth and the States and of the provisions regarding Sinking Fund contributions are shown on pages 816 and 817 of this issue and in the *Finance Bulletins* issued by this Bureau.

## E. TAXES ON INCOME.

NOTE.—The following section was written prior to the introduction of the 1952-53 Commonwealth Budget, when certain changes in income taxes were made. For a description of the taxes inclusive of these changes *see* Appendix to this volume.

1. **General.**—A description of the development of income taxes in Australia appeared in Official Year Book, No. 35, p. 926. Since July, 1943, the Commonwealth, under the uniform tax arrangement, has been the only authority imposing taxes on income.

2. **Present Taxes.**—Commencing with 1950-51 the two taxes on incomes of individuals (Income Tax and Social Services Contribution) were combined into a single tax known as Income Tax and Social Services Contribution. The several taxes on companies were continued in 1950-51, but in 1951-52 the super tax and tax on the undistributed income of public companies were discontinued. However in the latter year provision was made for an additional tax on the income of certain public companies and an advance payment of tax for 1952-53.

3. **Assessable Income.**—Income taxes in Australia are levied, primarily, on all income derived from Australian sources by any person, rather than on income derived from all sources by Australian residents. Thus a non-resident is taxed on income derived in Australia, while a resident is, in general, not taxed on income other than dividends derived from overseas (provided the income is taxed in the country in which it is derived).

Certain types of Australian income are exempt from tax in Australia, the most important being income from gold-mining and a small amount of tax-free interest on Commonwealth Government securities. No amount is included in assessable income on account of a house occupied by its owner. Profits derived from the sale of property are not assessable income if such property was not purchased with a view to resale at a profit. Commencing with the income year 1951-52, income received from a scholarship, bursary or other educational allowance is exempt. Pay and allowances earned by a member of the Defence Forces while serving in Korea after 26th June, 1950 and Malaya after 28th June, 1950 is also exempt.

Assessable income is divided into two main groups—personal exertion and property. Personal exertion income includes all wage, salary, business and professional incomes, while property income includes all rents, dividends and interest. A further tax on property income is imposed on individuals in all cases where the total taxable income exceeds £400 and the amount of property income exceeds £100. No distinction is made for companies.

Expenses incurred in earning income, certain subscriptions to business associations and trade union dues, are allowable deductions. Losses incurred in previous years may be carried forward as a deduction.

Because of uncongenial climatic conditions, isolation and high cost of living, taxpayers living in certain areas are allowed an additional deduction. Two zones have been prescribed, and the allowances are Zone A, £120 and Zone B, £20.

Income Tax and Social Services Contribution is levied on the taxable income remaining after making these deductions and the concessional deductions to which reference is made in paragraph 5 following.

4. **Taxes on Individuals.**—Income Tax and Social Services Contribution is payable by all persons without dependants whose taxable income exceeds £104 per annum. Persons with dependants are exempt from Income Tax and Social Services Contribution if their annual income does not exceed the minimum as set out in paragraph 9 following. Commencing with the 1951-52 income year, an aged person (i.e. a man who has attained the age of 65 years or a woman who has attained the age of 60 years) is exempt from Income Tax and Social Services Contribution if the net income (i.e. gross income less expenses of earning that income) does not exceed £234 or, if he or she contributes to the maintenance of a spouse, £468.

5. **Concessional Deductions.**—By a revision made in the assessment of income taxes on individuals for the income year 1950–51, concessional allowances for dependants, medical expenses, life assurance and superannuation contributions, etc., made by way of rebates of Income Tax or by way of concessional rates for Social Services Contribution were replaced by concessions by way of deductions from income. The maximum deduction allowed for each dependant, parent or a housekeeper employed by the taxpayer is shown in the following table:—

**CONCESSIONAL DEDUCTIONS FOR DEPENDANTS, ETC.**

( £.)

Dependant, etc. (Resident).	Income Years 1950–51 and 1951–52.
Spouse .. .. .	104
Daughter-housekeeper(a) .. .. .	104
Housekeeper(a) having care of taxpayer's children under 16 years of age .. .. .	104
Parent .. .. .	104
First child under 16 years of age .. .. .	78
Other children under 16 years of age .. .. .	52
Invalid child, step-child, brother or sister over 16 years of age .. .. .	78
Child 16 to 21 years receiving full-time education .. .. .	78

(a) Of a widower or widow. These deductions are allowed only if the dependant or parent is a resident of Australia. If the dependant is not wholly maintained by the taxpayer or is maintained for part only of the year a partial deduction is allowed.

Medical expenses paid by a taxpayer who is a resident, in respect of himself, a dependant, or other child under 21 years of age, up to £100 for each person, are allowed as a concessional deduction. Medical expenses include payments made to a legally qualified medical practitioner, nurse or chemist, or a hospital, in respect of an illness or operation, payments for dental services not exceeding £20 for any one person, payment for therapeutic treatment and eye tests, expenditure on medical or surgical appliances, artificial limbs or eyes, hearing aids and spectacles, and the remuneration of an attendant of a person who is blind or confined to bed or invalid chair.

Payments of life, etc., insurance premiums and contributions to superannuation and similar funds and friendly societies, not exceeding an aggregate of £200, and funeral expenses of a dependant not exceeding £30 are allowed as concessional deductions if the taxpayer is a resident.

In addition to concessional deductions, all taxpayers (residents and non-residents) are allowed a deduction from income of rates and taxes on land which are annually assessed, of gifts to charitable, benevolent or patriotic funds and one-third of amounts paid as calls to certain mining, forestry and oil-prospecting companies.

6. **Lodgment of Returns and Assessment of Tax.**—All persons with incomes in excess of £104 are required to lodge returns by the 31st July each year (31st August for business incomes). Income Tax and Social Services Contribution payable is assessed, and assessment notices showing the amount payable are issued during the year following the year of income (in most cases from September to June following the lodgment of the return). The approximate amount payable, however, has already been collected during the income year—from employees by deductions from wages and from non-employees by a provisional tax. The amount shown on the assessment notice is therefore adjusted against the amount already collected and any difference either collected or refunded.

7. **Deductions from Wages and Salaries.**—Employers are required to deduct tax and contribution from each payment of wages and salary to an employee at the appropriate rate in accordance with a deduction scale. This scale shows the amount to be deducted according to the number of dependants the employee has, and makes an average allowance for other concessional deductions.

Under the group scheme of deduction, which covers most employers of over ten persons, the amount deducted is remitted to the Taxation Department, and after 30th June each year each employee is given a group certificate by his employer showing the amount of deductions made during the year. The employee then uses the group certificate for that year to meet, in full or in part, the assessment on that year's income when it is received.

Under the stamp scheme, used by small employers, a stamp deduction sheet in two parts is used. Each four weeks the employer purchases stamps (also in two parts) for the amount of the deductions made each pay day and sticks one part on each half of the sheet. At the end of the year the employer gives the employee one half of the sheet and sends the other half to the Taxation Department. The employee's half is then used in the same way as a group certificate.

8. **Provisional Tax.**—For non-employees collection of tax and contribution for the current year is made at the same time as collection and assessment for the previous year is adjusted. The notice of assessment shows an amount of provisional tax and contribution for the current year. This provisional amount is an approximation to the tax and contribution which will be payable after the return of income for the current year has been lodged. It is ascertained by assuming that the income of the current year will be the same as that for the previous year (for which a return has already been lodged) but the rates for the current year are applied to the income and not the rates for the year in which it was derived. The assessment notice shows the provisional tax and contribution paid in the previous year as a credit against the tax and contribution assessed on the basis of the return for that year.

Employees with more than £50 income from sources other than wages and salaries are also required to pay provisional tax in respect of that income.

9. **Effective Exemptions from Tax.**—For income years 1950-51 and 1951-52 resident taxpayers without dependants were exempt from Income Tax and Social Services Contribution if their income did not exceed £104. The effect of the deductions for dependants was to exempt taxpayers up to the incomes shown below in the years 1950-51 and 1951-52. For comparison, the effect of concessions for dependants for the years 1948-49 and 1949-50 are also shown.

#### RESIDENT TAXPAYERS : EFFECTIVE EXEMPTIONS FROM TAX.

(£.)

Taxpayer with—	Social Services Contribution— 1948-49 and 1949-50 Income.	Income Tax and Social Services Contribution— 1950-51 and 1951-52 Income.
No dependants .. .. .	104	104
Wife .. .. .	200	208
„ and one child .. .. .	283	286
„ „ two children .. .. .	317	338
„ „ three children .. .. .	350	390
„ „ four children .. .. .	400	442

10. **Rates of Income Tax and Social Services Contribution on Individuals.**—The following table shows the income tax and social services contribution on 1950-51 incomes.

**INCOME TAX AND SOCIAL SERVICES CONTRIBUTION—INDIVIDUALS, 1950-51  
INCOME : BASIC TAX AND CONTRIBUTION.**

Total Taxable Income.		Column 3.	Column 4.
Column 1. Not less than—	Column 2. Not more than—	Tax and contribution on amount set out in Column 1.	Tax and Contribution on Remainder of Taxable Income.
£	£	£ s. d.	£
Nil	100	Nil plus 1d. in each £1	
100	150	0 8 4 „ 6d. in each £1 in excess of	100
150	200	1 13 4 „ 11d. „ „ „	150
200	250	3 19 2 „ 16d. „ „ „	200
250	300	7 5 10 „ 21d. „ „ „	250
300	400	11 13 4 „ 26d. „ „ „	300
400	500	22 10 0 „ 32d. „ „ „	400
500	600	35 16 8 „ 38d. „ „ „	500
600	700	51 13 4 „ 44d. „ „ „	600
700	800	70 0 0 „ 48d. „ „ „	700
800	900	90 0 0 „ 52d. „ „ „	800
900	1,000	111 13 4 „ 56d. „ „ „	900
1,000	1,200	135 0 0 „ 64d. „ „ „	1,000
1,200	1,400	188 6 8 „ 72d. „ „ „	1,200
1,400	1,600	248 6 8 „ 80d. „ „ „	1,400
1,600	1,800	315 0 0 „ 88d. „ „ „	1,600
1,800	2,000	388 6 8 „ 96d. „ „ „	1,800
2,000	2,400	468 6 8 „ 104d. „ „ „	2,000
2,400	2,800	641 13 4 „ 112d. „ „ „	2,400
2,800	3,200	828 6 8 „ 120d. „ „ „	2,800
3,200	3,600	1,028 6 8 „ 128d. „ „ „	3,200
3,600	4,000	1,241 13 4 „ 136d. „ „ „	3,600
4,000	4,400	1,468 6 8 „ 144d. „ „ „	4,000
4,400	5,000	1,708 6 8 „ 152d. „ „ „	4,400
5,000	6,000	2,088 6 8 „ 160d. „ „ „	5,000
6,000	8,000	2,755 0 0 „ 168d. „ „ „	6,000
8,000	10,000	4,155 0 0 „ 176d. „ „ „	8,000
10,000	upwards	5,621 13 4 „ 180d. „ „ „	10,000

If the taxable income exceeds £400 and includes income from property, the amount of the income from property is subject to the further tax shown in the following table.

**FURTHER TAX ON PROPERTY INCOME.**

Taxable Income from Property.		Column 3.	Column 4.
Column 1. Not less than—	Column 2. Not more than—	Further Tax and Contribution on Taxable Income shown in Column 1.	Further Tax and Contribution on Remainder of Taxable Income from Property.
£	£	£ s. d.	£
Nil	100	Nil plus 8d. on each £1 in excess of	100
100	1,000	Nil „ „ „	
1,000	4,000	30 0 0 „ 16d. „ „ „	1,000
4,000	6,000	230 0 0 „ 8d. „ „ „	4,000
6,000	10,000	296 13 4 „ 4d. „ „ „	6,000
10,000	upwards	363 6 8 (No rate on excess over £10,000)	

If the total taxable income does not exceed £1,000, the further tax on property income cannot exceed twelve pence for every £1 by which the total taxable income exceeds £400. The application of this provision is illustrated by the following example based on an income of £600 derived wholly from property :—

Further tax on £600 property income—

	£ s. d.
By applying scale rate £500 at 8d. in the £1	16 13 4
By applying limiting provision £200 at 1s. in the £1	10 0 0

These rates were not changed for 1951-52 income year, but an additional tax and contribution of 10 per cent. of the tax payable prior to allowance of any rebate or credit was imposed.

Prior to the 1951-52 income year the rate of Income Tax and Social Services Contribution for farmers and pastoralists was determined by the average taxable income of the five years up to the current year and this rate was applied to the taxable income of the current year. From the income year 1951-52 the application of the averaging provisions was limited to that part of the taxable income which did not exceed £4,000 and provision was made for a taxpayer to elect not to have the averaging provisions applied to his assessment for any income year and subsequent years. Such an election once made is irrevocable.

Interest on Commonwealth Loans issued prior to 1st January, 1940 is subject to the condition that it shall not be taxed at rates higher than those for 1930-31. Interest on Commonwealth Loans issued after 1st January, 1940 and interest on certain State semi-governmental loans issued free of State income tax receive a rebate of 2s. in the £1.

The minimum amount of Income Tax and Social Services Contribution payable is 10s. and the amounts payable and rebates are calculated to the nearest shilling.

11. Taxes on Sample Individual Incomes.—The following table shows the Income Tax and Social Services Contribution payable by taxpayers with various incomes and numbers of dependants on income derived in 1949-50, 1950-51 and in 1951-52:—

**COMMONWEALTH TAXES ON INCOME.**  
(£.)

Income.	1949-50 Income Year.			1950-51 Income Year.	1951-52 Income Year.
	Income Tax.	Social Services Contribution.	Total.	Income Tax and Social Services Contribution.	Income Tax and Social Services Contribution.
<b>INCOME FROM PERSONAL EXERTION.—TAXPAYER WITH NO DEPENDANTS.</b>					
150 .. .. .	..	3.05	3.05	1.65	1.80
200 .. .. .	..	5.60	5.60	3.95	4.35
250 .. .. .	..	9.00	9.00	7.30	8.05
300 .. .. .	..	13.10	13.10	11.65	12.80
350 .. .. .	..	18.05	18.05	17.10	18.80
400 .. .. .	..	23.75	23.75	22.50	24.75
500 .. .. .	..	37.50	37.50	35.85	39.45
600 .. .. .	8.50	45.00	53.50	51.65	56.80
800 .. .. .	31.50	60.00	91.50	90.00	99.00
1,000 .. .. .	62.50	75.00	137.50	135.00	148.50
1,500 .. .. .	170.85	112.50	283.35	281.65	309.80
2,000 .. .. .	320.85	150.00	470.85	468.35	515.20
3,000 .. .. .	704.15	225.00	929.15	928.35	1,021.20
5,000 .. .. .	1,720.85	375.00	2,095.85	2,088.35	2,297.20
<b>INCOME FROM PERSONAL EXERTION.—TAXPAYER WITH DEPENDENT WIFE.</b>					
150 .. .. .	..	..	..	..	..
200 .. .. .	..	..	..	..	..
250 .. .. .	..	1.55	1.55	1.55	1.70
300 .. .. .	..	4.90	4.90	3.75	4.10
350 .. .. .	..	9.85	9.85	7.00	7.70
400 .. .. .	..	14.35	14.35	11.30	12.45
500 .. .. .	..	25.80	25.80	22.05	24.25
600 .. .. .	..	40.30	40.30	35.30	38.85
800 .. .. .	14.35	60.00	74.35	69.25	76.15
1,000 .. .. .	41.90	75.00	116.90	110.80	121.90
1,500 .. .. .	142.50	112.50	255.00	247.15	271.85
2,000 .. .. .	285.55	150.00	435.55	426.75	469.40
3,000 .. .. .	659.15	225.00	884.15	876.35	964.00
5,000 .. .. .	1,675.85	375.00	2,050.85	2,022.45	2,224.70

COMMONWEALTH TAXES ON INCOME—*continued.*

(£.)

Income.	1949-50 Income Year.			1950-51 Income Year.	1951-52 Income Year.
	Income Tax.	Social Services Contribution.	Total.	Income Tax and Social Services Contribution.	Income Tax and Social Services Contribution.

INCOME FROM PERSONAL EXERTION.—TAXPAYER WITH DEPENDENT WIFE AND ONE CHILD.

150	..	..	..	..	..	..	..
200	..	..	..	..	..	..	..
250	..	..	..	..	..	..	..
300	..	..	..	..	..	..	..
350	..	..	..	0.95	0.95	0.85	0.95
400	..	..	..	4.35	4.35	2.50	2.75
400	..	..	..	8.10	8.10	5.15	5.65
500	..	..	..	17.95	17.95	13.60	14.95
600	..	..	..	30.95	30.95	24.90	27.40
800	..	..	..	2.90	60.00	54.95	60.45
1,000	..	..	..	28.15	75.00	93.90	103.30
1,500	..	..	..	123.65	112.50	223.75	246.10
2,000	..	..	..	262.00	150.00	412.00	435.10
3,000	..	..	..	628.20	225.00	853.20	921.10
5,000	..	..	..	1,633.95	375.00	2,008.95	2,170.35

INCOME FROM PERSONAL EXERTION.—TAXPAYER WITH DEPENDENT WIFE AND TWO CHILDREN.

150	..	..	..	..	..	..	..
200	..	..	..	..	..	..	..
250	..	..	..	..	..	..	..
300	..	..	..	..	..	..	..
350	..	..	..	2.20	2.20	0.80	0.90
400	..	..	..	5.00	5.00	2.40	2.65
500	..	..	..	14.05	14.05	8.70	9.55
600	..	..	..	26.25	26.25	18.80	20.70
800	..	..	..	60.00	60.00	46.30	50.90
1,000	..	..	..	21.25	75.00	96.25	91.50
1,500	..	..	..	114.20	112.50	226.70	228.90
2,000	..	..	..	250.25	150.00	400.25	413.45
3,000	..	..	..	613.20	225.00	838.20	893.70
5,000	..	..	..	1,618.95	375.00	1,993.95	2,134.15

INCOME FROM PROPERTY.—TAXPAYER WITH NO DEPENDANTS.

150	..	..	..	3.05	3.05	1.65	1.80
200	..	..	..	5.60	5.60	3.95	4.35
250	..	..	..	9.00	9.00	7.30	8.05
300	..	..	..	13.10	13.10	11.65	12.80
350	..	..	..	18.05	18.05	17.10	18.80
400	..	..	..	1.65	23.75	25.40	24.75
500	..	..	..	5.30	37.50	42.80	44.95
600	..	..	..	18.25	45.00	63.25	67.80
800	..	..	..	51.55	60.00	111.55	121.00
1,000	..	..	..	94.90	75.00	169.90	181.50
1,500	..	..	..	238.65	112.50	351.15	379.50
2,000	..	..	..	428.25	150.00	578.25	621.50
3,000	..	..	..	886.55	225.00	1,111.55	1,200.85
5,000	..	..	..	2,003.25	375.00	2,378.25	2,586.85



12. **Company Income Taxes.**—(i) *General.* For taxation purposes, companies are divided into two main groups—public companies and private companies. A private company is defined as a company in which all the issued shares are held by not more than twenty persons or which is under the control of not more than seven persons, and which is not a company in which the public are substantially interested or a subsidiary of a public company. Ordinary Income Tax and Social Services Contribution is imposed on both groups of companies, but other taxes on companies are imposed according as to whether a company is public or private.

(ii) *Public Companies.* (a) *Ordinary Income Tax and Social Services Contribution.* The income of companies is assessed for Income Tax and Social Services Contribution on the same principles as for individuals. Dividends received are assessable income both for companies and individuals, but resident companies receive a rebate at the average rate on the amount of dividends included in the taxable income. This rebate is not allowed to non-resident companies. For the year 1950–51 the rate of ordinary Income Tax and Social Services Contribution was 5s. in the £1 on the first £5,000 of taxable income and 6s. in the £1 on the remainder. For mutual life assurance companies the rate was 4s. in the £1 on the first £5,000 of taxable income and 5s. in the £1 on the remainder. For the year 1951–52 the rate for companies other than life assurance companies was 7s. in the £1 on all taxable income. For mutual life assurance companies the rate was 6s. in the £1 on all taxable income and for other life assurance companies the rate was 6s. in the £1 on mutual income and 7s. in the £1 on other income. The rate on Commonwealth Loan Interest subject to 1930–31 rates was 1s. 4d. in the £1.

(b) *Super Tax.* In 1950–51 a Super Tax of 1s. in the £1 on the excess of the taxable income over £5,000 was imposed. All companies received a rebate of 1s. in the £1 on the amount of dividends (from companies which had already paid super tax) included in super tax income. This super tax was not levied in 1951–52.

Commonwealth Loan Interest subject only to 1930–31 rates of tax was excluded from super tax income since the full 1930–31 rate of 1s. 4d. in the £1 was already paid as ordinary Income Tax and Social Services Contribution.

(c) *Undistributed Income Tax.* From 1940–41 to 1950–51 a tax was imposed at the rate of 2s. in the £1 on the undistributed income of a public company. The undistributed income was the taxable income less:—

- (a) Income Tax and Social Service Contribution, Super Tax, and War-time (Company) Tax, and tax paid outside Australia on the taxable income;
- (b) dividends paid out of the taxable income before the expiration of six months (nine months if the company is a non-resident) after the close of the year of income;
- (c) the net loss incurred in carrying on the company's business outside Australia; and
- (d) the portion of Commonwealth Loan Interest subject to 1930–31 rates remaining in the undistributed income.

Mutual life assurance companies and non-resident companies not carrying on business in Australia were exempt from the tax.

(d) *Additional Income Tax and Social Services Contribution.* For 1951–52 an additional tax of 2s. in the £1 was imposed on taxable income. This additional tax did not apply to income of non-resident companies from dividends, the income of mutual life assurance companies or the mutual income of other life assurance companies and the income of co-operative companies and companies not carried on for the profit of individual members.

(iii) *Private Companies.* For 1950–51 the rates of ordinary Income Tax and Social Services Contribution payable by a private company were the same as those payable by a public company. For 1951–52 the rates were 5s. in the £1 on the first £5,000 of taxable income and 7s. in the £1 on the remainder of the taxable income. Private companies were not liable to the additional Income Tax and Social Services Contribution and were not liable for Super Tax or the normal Undistributed Income Tax. However, an additional tax on the undistributed income was imposed, this tax being based on the close relationship between a private company and a partnership.

The undistributed income was calculated in approximately the same way as it was for a public company (*see above*) but, instead of a flat rate of 2s. in the £1 being imposed, the additional Income Tax and Social Services Contribution which would have been payable by the shareholders, if all the income had been distributed, was calculated, and this amount was charged to the company as additional tax on undistributed income. In this way the shareholders of a private company were required to pay approximately the same tax as if they were a partnership or sole traders.

(iv) *Advance Payment of Income Tax and Social Services Contribution.* In 1951-52 all companies were required to make an advance payment of part of the Income Tax and Social Services Contribution that would be assessed in 1952-53. The amount of this advance payment was fixed at 10 per cent. of the Income Tax and Social Services Contribution assessed for 1951-52 (other than tax on the undistributed income of private companies).

13. *Yield of Income Taxes.*—(i) *Collections from all Income Taxes.* The following table shows the collections of taxes of all types imposed on income for the years 1938-39, and 1946-47 to 1950-51:—

**INCOME TAX COLLECTIONS.**  
(£'000.)

Year.	Total.		
	Commonwealth.	State.	Total.
1938-39 .. .. .	11,882	29,812	41,694
1946-47(a) .. .. .	207,800	502	208,302
1947-48(a) .. .. .	232,944	368	233,312
1948-49(a) .. .. .	272,368	235	272,603
1949-50(a) .. .. .	279,663	258	279,921
1950-51(a) .. .. .	341,970	279	342,249

(a) Commonwealth collections are greater than the Budget figures by the amount of refunds of State taxes. State collections are net arrears.

(ii) *Commonwealth Income Tax Assessed.* The amounts of Commonwealth taxes assessed on the income of recent years are shown in the following table. The amounts are shown under the year in which most of the assessments were made, i.e., the year following the income year. Income taxes assessed on income for past years and for the years shown after the close of the normal assessing period are not included.

**COMMONWEALTH INCOME TAXES ASSESSED.**  
(£'000.)

Tax.	1939-40.	1946-47.	1947-48.	1948-49.	1949-50.	1950-51.
<b>Individuals—</b>						
Income Tax .. .. .	7,423	111,281	75,886	79,545	78,982	80,712
Social Services Contribution .. .. .	..	24,778	62,152	75,424	86,214	92,588
<b>Companies—</b>						
Income Tax .. .. .	8,041	40,099	48,174	55,543	62,758	74,952
Super Tax .. .. .	..	3,638	4,205	4,960	5,838	7,046
War-time (Company) Tax .. .. .	..	3,319	..	..	..	..
<b>Undistributed Income Taxesa—</b>						
Private Companies .. .. .	688	12,303	15,772	8,380	6,644	2,706
Non-Private Companies .. .. .	..	1,967	2,893	3,203	4,186	4,143
<b>Total .. .. .</b>	<b>16,152</b>	<b>197,385</b>	<b>209,082</b>	<b>227,055</b>	<b>244,622</b>	<b>262,147</b>

(a) Approximate.

(iii) *Commonwealth Income Tax on Residents—Grades of Income.* Individual income taxes assessed on residents are distributed according to grades of actual income (income before allowing deductions of a concessional nature or statutory exemptions and including exempt income) in the following table. The year shown in each case refers to the year in which assessment was made, i.e., the year following the income year. The figures relate only to assessments made on the income of the previous year during the normal assessing period. Assessments issued after the normal assessing period are excluded.

**COMMONWEALTH INCOME TAXES ON RESIDENT INDIVIDUALS IN GRADES OF ACTUAL INCOME.**

Grade of Actual Income.	1939-40.		1947-48.(a)		1948-49.(a)		1949-50.(a)		1950-51.(a)	
	No. of Tax-payers.	Tax.	No. of Tax-payers.	Tax.	No. of Tax-payers.	Tax.	No. of Tax-payers.	Tax.	No. of Tax-payers.	Tax.
£	£	£'000.	£'000.	£'000.	£'000.	£'000.	£'000.	£'000.	£'000.	£'000.
Under £151	..	..	214,790	722	194,947	583	165,454	403	152,219	315
151- 200	..	..	282,529	2,298	240,677	1,730	210,687	1,085	192,835	766
201- 250	..	..	271,790	4,465	262,569	3,302	233,996	2,040	217,195	1,392
251- 300	47,732	27	292,173	6,682	231,094	4,450	242,237	3,182	238,089	2,263
301- 350	55,375	53	356,160	11,558	271,721	6,098	221,428	3,821	227,007	2,883
351- 400	48,835	73	322,688	12,224	333,946	8,848	273,497	5,658	232,212	3,566
401- 500	68,165	182	311,376	16,230	513,979	17,448	608,272	16,434	613,437	12,176
501- 600	38,939	197	132,164	10,093	233,110	11,442	361,222	13,754	475,486	13,298
601- 800	(b) 29,912	294	102,806	11,830	167,891	12,973	265,412	15,950	379,077	16,705
801- 1,000	(c) 23,070	460	41,840	7,435	63,535	8,225	85,254	8,790	117,671	8,972
1,001- 1,250	10,922	372	26,715	6,805	39,697	7,714	49,846	7,921	62,573	7,511
1,251- 1,500	6,281	306	15,512	5,465	23,776	6,505	27,473	6,378	33,790	5,982
1,501- 2,000	7,987	691	16,503	8,310	26,692	10,611	31,981	10,781	38,430	10,390
2,001- 3,000	4,549	686	12,645	10,835	21,946	15,066	28,878	16,855	34,040	17,176
3,001- 4,000	2,045	615	4,260	6,232	8,191	9,489	11,785	11,671	14,277	12,393
4,001- 5,000	984	484	1,888	3,976	3,765	6,322	5,714	8,441	6,981	9,134
5,001-10,000	1,298	1,321	2,159	7,471	4,753	13,554	6,748	17,958	9,494	22,991
10,001-15,000	205	504	317	2,111	732	4,418	984	5,829	1,752	9,461
15,001-30,000	(d) 92	393	151	1,835	354	3,973	442	4,770	954	10,060
30,001-50,000	(e) 39	316	21	412	46	855	84	1,712	155	3,385
50,001 and over	8	141	11	396	19	658	24	1,016	39	1,773
Total ..	346,441	7,115	2,438,498	137,394	2,643,440	154,264	2,831,418	164,452	3,048,613	172,592

(a) Includes Social Services Contribution.

(b) Grade £601-£750.

(c) Grade £751-£1,000.

(d) Grade £15,001-£25,000.

(e) Grade £25,001-£50,000.