

RECEIPTS ON ACCOUNTS.

Railway companies, interest account.....	\$ 23180 85
Loans to Municipalities, C. J. D., etc.....	8697 35
Land Titles, assurance fund.....	4560 41
Municipal Commission, Sinking Fund investment.....	11666 66
Railway companies—debenture account.....	7727 76
Court of Queen's Bench.....	44517 46
Other deposits in trust.....	681 33
Postage, 1888, general—accounted for.....	133 39

Total Receipts from all sources..... \$1784231 94

The Estimated Subsidy was \$435,595.74; that actually received was \$431,091.72, being under the estimate by \$4,504.02. This reduction was made by the Dominion Government on account of the cost of selecting swamp lands. The Manitoba Government believed this reduction to have been improperly made. The understanding of the agreement between the late Government and the Dominion Government with regard to these lands had been that the cost should be charged against this Government when the lands were handed over and vested in the Province. Now there had been no swamp lands received since Feb. 16th, 1888. Up to that time 113,220 acres had been received; since then there had been 271,000 acres reported as selected, but none had been transferred to the Province. To show that our contention in this matter is correct I will quote from a letter written by A. M. Burgess, Deputy Minister of the Interior, to the Honorable Messrs. LaRiviere and Harrison as representing this Province, dated December 9th, 1887:

"The selections (swamp lands) already reported by the Commissioners not having so far received the requisite sanction of His Excellency the Governor-General-in-Council, the Finance Department will be informed that the half-yearly payments to the Province on Subsidy Account will not be chargeable with the cost of making the selections until the lands have been vested in Her Majesty for the purposes of the Province, but that the deduction should be made from the payment falling due on the first day of January or the first day of July, as the case may be, next following the date of the Order-in-Council passed for the purpose of so vesting the lands in Her Majesty for the purposes of the Province."

The Dominion Government had also charged interest on these sums from the actual dates these payments had been