

ANNUAL REPORT

OF THE

DIOCESAN BOARD.

It will be in the recollection of the Church Society that last year a Circular was addressed by the Society for the Propagation of the Gospel to all the Colonial Bishops, informing them that it had resolved to reconsider during the course of the ensuing year all its terminable salaries and grants, with a view to a more equitable apportionment of its funds among the continually increasing number of claimants, and to such reduction in particular grants as may be practicable and expedient. At the time much anxiety was felt as to the course which the Society would pursue with respect to its triennial grant to this Diocese which would terminate on the 31st of December 1865. By desire of the Bishop, the Board drew up a faithful statement of the condition, resources and prospects of the Diocese, which was forwarded to the Society. And as the result of their representation, aided by the presence and advocacy of the Bishop in England, the Board have the sincere satisfaction of laying before your Society the following communication received by his Lordship:—

SOCIETY FOR THE PROPAGATION OF THE GOSPEL IN FOREIGN PARTS

79, FALL MALL, LONDON S. W.

July 15., 1865.

MY LORD BISHOP,

1.—I have the pleasure of transmitting the Society's resolution for the renewal of its Grant for your Lordship's Diocese.

“ Resolved that a sum of £ 2100 (being a reduction of £ 57-10-0) per annum as a block-grant for the Diocese of Quebec, be placed at the disposal of the Bishop and the Committee of Synod for three years from 1 January 1866: they undertaking all the Society's pecuniary responsibilities in the Diocese including the grants for