

hands of the Provincial Government officials, to that extended to schools attended by children of other origin.

The Government of Nova Scotia has alone, up to the present time, intimated its willingness to co-operate in the matter; and the terms proposed by that Government for affording the required inspection has been thankfully acquiesced in by this Department.

New schools have been established on reserves in almost every Province. Tabular Statement No. 3, placed among the Appendices to this Report, contains statistics in respect to each institution.

SANITARY CONDITION.

I am thankful to be able to inform Your Excellency that, while that dread disease small-pox has been causing devastation among many of the Indian tribes of the United States, our Indians have been mercifully spared from the affliction.

If we except a few cases of variola—twelve of which resulted fatally—in the vicinity of Osooyoos, in the Okanagan District of British Columbia, and a rather malignant type of measles which prevailed among some of the bands on the north shore of Lake Superior, the Indians of the Dominion have enjoyed an immunity from epidemic during the past year. In the early part of the season measures were taken to have as many Indians as possible vaccinated, provided the operation had not been successfully performed within a reasonably short time previously. Unfortunately, the Indians of the Okanagan District would not submit to the operation; and it is noteworthy that at this point alone did the small-pox break out among the Indians, with, as before stated, a few fatal results.

ACCOUNTANT'S BRANCH.

The amount at the credit of the Indian Fund, which consists of all moneys held in trust for the benefit of Indian tribes or bands, was, on the 30th June, 1881, \$3,147,271.43, being an increase of \$57,672.65 over the amount at the credit of the fund on the same date last year.

The expenditure from the same fund during the fiscal year amounted to \$257,277.97, being \$7,915.15 more than last year's expenditure.

The following statement shows the expenditure on account of the Parliamentary appropriations during the same period:—

Manitoba and North-West.....	\$1,099,706 90
New Brunswick.....	4,498 69
Nova Scotia.....	4,490 65
British Columbia.....	40,333 75
Prince Edward Island.....	1,994 41