REPORT OF COMMITTEE ON EXPENSE OF

number maintained from the Imperial Exchequer. Major General Peel would now propose to extend the principle of those arrangements to the rest of the Colonies, with such modifications as the variety of their circumstances may render necessary.

The general principle to be borne in view in negotiating with Colonial Governments on this subject would be, as General Peel conceives,—1st, that England should assist in the defence of her Colonies against aggression on the part of foreign civilized nations, and (in a less proportion) of formidable native tribes; but in no case, except where such Golonies are mere garrisons kept up for Imperial purposes, should she assume the whole of such defence. On the contrary, she should insist, as a condition of her aid, that the Colony should also contribute its share by maintaining, at its own expense, a local force, or, if circumstances appear to make that impossible, by paying part of the expense of the Imperial garrison; and, 2nd, that military expenditure, for purposes of internal police, should be defrayed from local funds, there being no grounds for drawing any distinction between a Colony and an independent nation in this respect; and the preservation of internal peace and order being properly thrown upon local authorities, both because it depends upon their own legislation and management, and because the local population is mainly, if not exclusively, interested in it.

These being the general principles on which General Peel conceives that the arrangement to be entered into with the respective Colonial Legislatures should be based, he would, in the event of their being concurred in and adopted by the Secretary of State for the Colonies and the Lords Commissioners of the Treasury (to whom a corresponding communication has been made), suggest that the business of preparing for the consideration of Her Majesty's Government a scheme for the application of them to each Colony, should be confided to a committee, consisting of three members, one to be nominated by the Secretary of State for the Colonies, one by the Lords of the Treasury, and one by the Secretary of State for War.

H. Merivale, Esq., &c. &c. Colonial Office. I have, &c. (signed) B. Hawes.

REPORT.

In obedience to the instructions which we have received, we have inquired into and considered the relations of the Colonies of Great Britain to the mother country, as regards the expenditure on their military defence.

The duties imposed on us were explained in a letter from General Peel, to the Secretary of State for the Colonies, dated 14 March 1859, in consequence of which the committee was appointed. A copy of the letter is appended. In that communication General Peel states—

That he feels great difficulty and embarrassment from the absence of any fixed and recognised principle for the guidance of the Secretary of State for War in determining the numerous questions of military expenditure which are continually arising in most of the Colonies; that he considers it highly desirable that steps should be at once taken for coming to an understanding with the several Colonies on the subject, and that it appears to him that the adoption of arrangements which should define the respective liabilities of the War Department and the various Colonial Governments in respect of military expenditure would relieve the Secretary of State from the difficulties in question, and would at the same time be more conducive to the interest and convenience of the Colonies themselves.