ON DHIAL OFFICE 2136 P. W. D. Staff after consulting Whas has estimated for a slightly layer steff than it walts considered absolutely received. The reduce it if it is friendle. Water Prices of sin P. Giroward to write this in explanation of the restriction, in the asta for 11911-12 of within of the staff A of the P. W. Deft which was cont out in the estimate sub-inted in California extinate has already been sent he Treasury, may will naturally want to know why he sawne of \$10,000 proposed in it is now reduced lot 8000. The other \$ 2000 has un the lists for 1911-12 been knocked off Pulic Works Rement by way of

compensation but a reduction of works by \$ 2000 is not gull the same ling as a preduction of staff up had profise to send a copy of the Rever to be Team with the memo. HUB Jan 23 . .

COLONIAL OFFICE.

LONDON.

21st January 1911.

With reference to the Annual Estimates of the Esst Africa Protectorate, 1911-12, it will be noted that whereas the original savings on the Public Works Department were estimated to attain £10,000, it is now proposed to reduce this by £2,000, in consequence of deriain appointments which it is deemed necessary to retain in the interests of the service.

As I pointed out in my General Report upon the Protectorate, I was struck with the apparently very large expenditure upon Public Works staff as compared with the works actually executed, and I directed the Commissioner to furnish me with details, which confirmed my view of the situation. The staff, created mainly from 1907 to 1909, it was explained to me, was based upon the idea that a very large expenditure in Public Works would take place annually. The finances of the Procterorate never allowed of this, and I was faced - in my Estimates last year - with the necessity of reducing the Public Works Extraordinary to the very low sum of 229.855. As there did not seem to be, even with the economies I proposed to effect in other Departments any possibility of very materially increasing the amounts available for Public Works, I directed the Commissioner to reduce his staff to a more reasonable proportion to the work which it was called upon to cope with.

The Under Secretary of State for the Colonies.

3. Mr. Watts, the then Commissioner, is to retire from the service in March next, and is to be replaced by Mr. McGregor Ross, the resent Director of Public Works; I thought it only fair to that officer, as he as to be called upon to be in executive charge of the Department, to be given an opportunity of considering the reductions proposed by his presecesser. After due consideration, Mr. Ross impressed upon me the necessity of somewhat increasing the staff above the minimum lim-

it assumed by Er. Watte, and I have therefore thought it advisable to insert them upon the Estimates for the ensuing year. It will be my endeavour, however, to carefully watch the expenditure of this Department during the first year of Er. Ross' administration, and should I become convinced that the staff allowed is in any way excessive, it will be my endeavour to reduce

it.

I am, Sir, \( \sigma^6 \),

Your obedient servant,

& Pederocera

Sofrand