

of the Susquehanna and Tide Water Canal Companies to pay the installment of interest due on the mortgage to the State, 1st July, 1877. A large deficit has accrued also to the revenue from licenses to Foreign Insurance Companies during the last two years, owing to the passage of the Act of 1876, Chapter 248; by the operation of which law, two-thirds of the revenue from this source has been cut off. The loss to the Treasury from the failure of these three items of revenue amounts at this time to upwards of \$260,000, and the deficiency must be provided for by the present Legislature, or the balance in the Treasury at the end of the present fiscal year will be entirely insufficient to meet the demands of the Treasury on the first of October 1878.

DISBURSEMENTS.

The total disbursements from the Treasury during the fiscal year amounted to \$2,112,646 89. The following classification will enable the General Assembly to see at a glance the character of the expenditures:

Amount paid to Agricultural Societies in the Counties, and to the State Society.....	\$	6,500 00
Amount paid to Charitable Institutions.....		92,474 09
“ “ Harbor of Baltimore—Survey of.....		5,000 00
“ “ Public Buildings—Tobacco Warehouse, State House and Normal School.....		87,607 66
“ “ Public Debt, Interest on, \$645,275 69 }		866,452 04
“ “ Public Debt, Redemp'n of, 221,176 35 }		
“ “ Pensions.....		34,060 00
“ “ Reformatory Institutions.....		102,326 94
“ “ Special Appropriations.....		15,281 45
“ “ Schools—Colleges and Academies.....		626,122 75
“ “ Expenses of State Government, including Oyster Vessels.....		296,821 96
Total.....		\$2,112,646 89

The expenditures are given in detail in statement ‘‘B,’’ with the laws authorizing the same.

In addition to the above, there was expended for school purposes the income of the ‘‘Free School Fund,’’ amounting to \$21,270.87, and for the indigent blind \$17,550.00. There was also expended from the increment of the ‘‘Sinking Fund’’ in the purchase of State stock for said fund, the sum of \$33,396.00.

After deducting the amount of \$221,176.35 expended in the redemption of the overdue debt of the State in London,