

# FINANCIAL STATEMENT (1921-22).

RETURN to an Order of the Honourable The House of Commons,  
dated 25th April 1921 ;—for,

COPY "of STATEMENT of REVENUE and EXPENDITURE as laid before The House  
by the LORD PRIVY SEAL when opening the BUDGET."

Treasury Chambers,  
25th April 1921.

Lt.-COMM. E. HILTON YOUNG.

Ordered, by The House of Commons, to be Printed,  
25th April 1921.

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1921.

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1920-21.

TABLE I. showing how the Amount issued from the Exchequer to meet the EXPENDITURE in 1920-21 compares with the Estimated Expenditure.

	1920-21.			
	Total Expenditure provided for in the Budget.	Additional Expenditure for which Supplementary Estimates were presented and Excess Votes.	Total Estimated Expenditure.	Amount issued to meet Total Expenditure.
<b>CONSOLIDATED FUND SERVICES.</b>				
	£	£	£	£
National Debt Services :				
Inside the Fixed Debt Charge - - -	24,500,000	—	24,500,000	24,500,000
Outside the Fixed Debt Charge - - -	320,500,000	—	320,500,000	325,099,000
	345,000,000	—	345,000,000	349,599,000
Road Improvement Fund - - - - -	6,650,000	—	6,650,000	8,937,000
Payments to Local Taxation Accounts, &c.	10,818,000	—	10,818,000	10,785,000
Land Settlement - - - - -	12,000,000	—	12,000,000	6,930,000
Other Consolidated Fund Services - -	1,730,000	—	1,730,000	1,796,000
Total Consolidated Fund Services -	376,198,000	—	376,198,000	378,047,000
<b>SUPPLY SERVICES.</b>				
Army - - - - -	125,000,000	39,750,000	164,750,000	} 181,500,000
„ Excess, 1919-20 - - - - -	—	6,836,000	6,836,000	
Navy - - - - -	84,372,000	6,500,000	90,872,000	88,428,000
Air Force - - - - -	21,057,000	1,935,000	22,992,000	} 22,300,000
„ Excess, 1919-20 - - - - -	—	251,000	251,000	
Civil Services - - - - -	497,318,000	*46,528,000	543,846,000	} 460,216,000
„ „ Excess, 1918-19 and 1919-20	—	86,000	86,000	
Customs and Excise and Inland Revenue -	10,468,000	880,000	11,348,000	11,259,000
Post Office Services - - - - -	49,689,000	4,300,000	53,989,000	53,678,000
Provision for Supplementary Estimates -	20,000,000	20,000,000	—	—
Total Supply Services - - - - -	807,904,000	87,066,000	894,970,000	817,381,000
<b>GRAND TOTAL - - - - -</b>	<b>1,184,102,000</b>	<b>87,066,000</b>	<b>1,271,168,000</b>	<b>1,195,428,000</b>

In order to show the entire expenditure for which the State was responsible in 1920-21, there has to be added the expenditure chargeable to Capital Account as given in the following statement :—

I. Expenditure chargeable against Revenue, as in above table	£
	1,195,428,000
II. Expenditure chargeable against Capital, viz. :—	£
Telegraph (Money) Acts, 1913 and 1920	5,900,000
Post Office (London) Railway Act, 1913	144,000
Housing Act, 1914	43,000
	6,087,000

Total - - - - - £1,201,515,000

\* Net addition, after allowing for a reduction of £8,600,000 on presentation of Revised Estimates for Ministry of Munitions and three other services.



## 1920-21.

TABLE II. showing how the REVENUE in 1920-21 compares with the Budget Estimate, and with the Revenue of the previous year, 1919-20.

Receipts in 1919-20.		Budget Estimate for 1920-21.	Receipts in 1920-21.	Receipts, more (+) or less (—) than Budget Estimate.
£		£	£	£
149,360,000	Customs - - - - -	150,000,000	134,003,000	— 15,997,000
133,663,000	Excise - - - - -	198,650,000	199,782,000	+ 1,132,000
283,023,000		348,650,000	333,785,000	— 14,865,000
—	Motor Vehicle Duties - - - - -	4,500,000	7,073,000	+ 2,573,000
40,904,000	Estate, &c. Duties - - - - -	45,000,000	47,729,000	+ 2,729,000
22,586,000	Stamps - - - - -	25,200,000	26,591,000	+ 1,391,000
2,640,000	Land Tax and House Duty - - - - -	2,500,000	2,550,000	+ 50,000
359,099,000	Income Tax (including Super-Tax) - - - - -	385,800,000	394,146,000	+ 8,346,000
290,045,000	Excess Profits Duty, &c. - - - - -	220,000,000	219,181,000	— 819,000
—	Corporation Profits Tax - - - - -	3,000,000	650,000	— 2,350,000
663,000	Land Value Duties - - - - -	500,000	20,000	— 480,000
715,937,000		682,000,000	690,867,000	+ 8,867,000
998,960,000	TOTAL RECEIPTS FROM TAXES - £	1,035,150,000	1,031,725,000	— 3,425,000
31,000,000	Postal Service - - - - -	37,000,000	36,100,000	— 900,000
4,850,000	Telegraph Service - - - - -	5,750,000	5,200,000	— 550,000
8,300,000	Telephone Service - - - - -	10,250,000	8,200,000	— 2,050,000
44,150,000		53,000,000	49,500,000	— 3,500,000
680,000	Crown Lands - - - - -	650,000	660,000	+ 10,000
1,004,000	Receipts from Sundry Loans, &c. :— Ordinary Receipts (a) - - - - -	744,000	991,000	+ 247,000
13,948,000	Special Receipts (b) - - - - -	8,756,000	29,780,000	+ 21,024,000
16,050,000	Miscellaneous :— Ordinary Receipts (c) - - - - -	18,000,000	25,389,000	+ 7,389,000
264,779,000	Special Receipts (d) - - - - -	302,000,000	287,940,000	— 14,060,000
340,611,000	TOTAL RECEIPTS FROM NON-TAX REVENUE - - - - -	383,150,000	394,260,000	+ 11,110,000
1,339,571,000	TOTAL - - £	1,418,300,000	1,425,985,000	+ 7,685,000

- (a) Includes receipts from Suez Canal Shares and from other investments.  
 (b) " interests and repayments of War Loans to Dominions, Allies, &c.  
 (c) " Mint receipts, Fee and Patent Stamps, &c., and Currency Notes Account Excess Interest.  
 (d) " War contributions and receipts from sales of War property and from trading undertakings.



1920-21.

TABLE III. giving the EXCHEQUER BALANCE SHEET of 1920-21.

Receipts.		Payments.	
Exchequer Balance on 31st March 1920 - - - - -	£ 9,369,000		£
Revenue - - - - -	1,425,985,000	Expenditure - - - - -	1,195,428,000
Money raised by Creation of Debt:—	£	Issues for Purchase or Redemption of Deadweight Debt:—	£
Treasury Bills (net) -	20,025,000	76,291,000	War Loan Exchequer Bonds, &c., paid off under s. 34 of the Finance Act, 1917.
Funding Loan - -	270,000	30,400,000	National Saving Certificates.
Victory Bonds - -	769,000	2,987,000	6 per cent. Exchequer Bonds.
5 $\frac{3}{4}$ per cent. Exchequer Bonds - - -	259,000	25,226,000	5 per cent. Exchequer Bonds.
National Savings Certificates:—		46,809,000	Other Debt (net).
Under War Loan Acts - - -	20,761,000	59,229,000	American Loan.
Under Finance Act, 1920 - - -	20,370,000	50,398,000	Ways and Means Advances repaid (net).
Treasury Bonds -	22,584,000	31,920,000	Depreciation Fund under the Finance Act, 1917.
	85,038,000	14,000	Suez Canal Drawn Shares, &c., Receipts issued to National Debt Commissioners.
Repayments, &c.:—			
Under Civil Contingencies Fund Act, 1919, and Land Settlement Facilities Act, 1919 - - -	5,017,000		
In respect of moiety of proceeds of National Savings Certificates issued to National Debt Commissioners - - -	6,877,000		
Suez Canal Drawn Shares and other Receipts - - -	14,000		
Interest under s. 59 (5) of the Finance Act, 1920 - - -	24,000		
	£1,532,324,000	£323,274,000	Met out of Revenue - *230,557,000
			Met out of Repayments and out of Exchequer Balance - - -
			7,680,000
			Met out of moiety of proceeds of National Saving Certificates -
			10,185,000
			Met out of other borrowed money - -
			74,852,000
			Moiety of National Savings Certificates issued to National Debt Commissioners - - -
			10,185,000
			Bullion Advances (net) - - -
			40,000
			Old Sinking Fund, 1910-11 - -
			323,000
			Exchequer Balance 31st March 1921
			3,074,000
			£1,532,324,000

\* In addition to this sum of - - - - - £ 230,557,000  
The following issues out of Revenue to purchase or redeem Debt are included under  
the head of Expenditure :—

[illegible]

Making a Total issued out of Revenue for Redemption of Debt in 1920-21 of - £251,823,000



## 1920-21.

TABLE IV. giving the estimated RATE EXPENDITURE of LOCAL AUTHORITIES in 1920-21.

	£
England and Wales - - - - -	149,000,000
Scotland - - - - -	17,650,000
Ireland - - - - -	Figures not available.

It is estimated that this total was spent on the following services, viz. :—

	England and Wales.	Scotland.
	£	£
On Education - - - - -	33,600,000	5,350,000
„ Police - - - - -	9,800,000	1,070,000
„ other services - - - - -	105,600,000	11,230,000
	<u>£149,000,000</u>	<u>17,650,000</u>

TABLE V.

## LOANS TO ALLIES AND DOMINIONS.

The obligations of the Dominions and Allies as on 31st March 1921 are :—

Obligations of Dominions :—

	£
Australia - - - - -	90,000,000
New Zealand - - - - -	29,600,000
Canada - - - - -	13,800,000
South Africa - - - - -	7,500,000
Other Dominions and Colonies - - - - -	3,100,000

£144,000,000

Obligations of Allies :—

Russia - - - - -	561,400,000
France - - - - -	557,000,000
Italy - - - - -	476,800,000
Belgium (a) War - - - - -	94,400,000
(b) Reconstruction - - - - -	9,000,000
Serbia - - - - -	22,100,000
Portugal, Roumania, Greece and other Allies - - - - -	66,200,000
Relief Loans - - - - -	16,700,000

£1,803,600,000

£1,947,600,000



## 1921-22.

TABLE VI. showing how the EXPENDITURE to be provided for in 1921-22 compares with the Expenditure in 1920-21 as estimated in April 1920.

Service.	Estimate, 1920-21.	Estimate, 1921-22.	Estimate for 1921-22 more (+) or less (-) than 1920-21.
<b>CONSOLIDATED FUND SERVICES.</b>			
National Debt Services :	£	£	£
Interest, &c., inside the Fixed Debt Charge - - - - -	24,500,000	24,500,000	—
Interest, &c., outside the Fixed Debt Charge - - - - -	320,500,000	320,500,000	—
	345,000,000	345,000,000	—
Road Improvement Fund - - - - -	6,650,000	8,400,000	+ 1,750,000
Payments to Local Taxation Accounts, &c. - - - - -	10,818,000	11,115,000	+ 297,000
Land Settlement - - - - -	12,000,000	5,000,000	- 7,000,000
Other Consolidated Fund Services -	1,730,000	1,757,000	+ 27,000
<b>TOTAL CONSOLIDATED FUND SERVICES</b>	<b>376,198,000</b>	<b>371,272,000</b>	<b>- 4,926,000</b>
<b>SUPPLY SERVICES.</b>			
Army (including Ordnance Factories) -	125,000,000	106,665,000	- 18,335,000
Navy - - - - -	84,372,000	82,479,000	- 1,893,000
Air Force - - - - -	21,057,000	18,411,000	- 2,646,000
Civil Services* - - - - -	497,318,000	379,035,000	- 118,283,000
Customs and Excise, and Inland Revenue Departments - - - - -	10,468,000	14,701,000	+ 4,233,000
Post Office Services - - - - -	49,689,000	67,165,000	+ 17,476,000
Provision for Supplementary Estimates	20,000,000	—	- 20,000,000
<b>TOTAL SUPPLY SERVICES -</b>	<b>807,904,000</b>	<b>668,456,000</b>	<b>- 139,448,000</b>
<b>TOTAL - - - - -</b>	<b>1,184,102,000</b>	<b>1,039,728,000</b>	<b>- 144,374,000</b>
†Estimated Expenditure chargeable against Capital.	10,366,000	10,472,500	+ 106,500

	1920-21. Budget Estimate.	1921-22.		1920-21.	1921-22.
*Civil Services :—	£	£	†Expenditure chargeable against Capital :—	£	£
Public Education - - - - -	56,081,000	63,518,000	Telegraph (Money) Acts, 1913 and 1920 - - - - -	6,884,000	9,032,000
Old Age Pensions - - - - -	25,969,000	26,150,000	Post Office (London) Railway Act, 1913 - - - - -	350,000	34,500
Ministry of Pensions - - - - -	123,235,000	111,557,000	Housing Act, 1914 - - - - -	132,000	156,000
Ministry of Health, &c. Insurance, &c. - - - - -	34,265,000	31,220,000	Electricity Supply Act, 1919 -	3,000,000	1,250,000
Ministry of Labour. Civil Demobilisation and Resettlement, &c. - - - - -	25,369,000	18,325,000			
Loans to Dominions and Allies -	36,000,000	5,000,000			
Railway Agreements, Transport, &c. - - - - -	26,932,000	30,673,000			
Bread Subsidy - - - - -	45,000,000	—			
Ministry of Munitions - - - - -	27,323,000	13,046,000 †			
Ministry of Shipping - - - - -	16,279,000				
Coal Mines Deficiency - - - - -	15,000,000	3,000,000			
Other Civil Services - - - - -	65,865,000	76,546,000			
	497,318,000	379,035,000		10,366,000	10,472,500

† Liquidation Votes.



## 1921-22.

TABLE VII. showing how the Estimated RECEIPTS in 1921-22 from Revenue and from Borrowings to meet Capital Expenditure compare with the corresponding Receipts in 1920-21.

On basis of EXISTING TAXATION.

	Receipts in 1920-21.	Estimate for 1921-22 on Basis of existing Taxation.	Estimate for 1921-22, more (+) or less (-) than Receipts in 1920-21.
	£	£	£
Customs - - - - -	134,003,000	126,800,000	- 7,203,000
Excise - - - - -	199,782,000	196,200,000	- 3,582,000
	333,785,000	323,000,000	- 10,785,000
Motor Vehicle Duties - - - - -	7,073,000	9,000,000	+ 1,927,000
Estate, &c. Duties - - - - -	47,729,000	48,000,000	+ 271,000
Stamps - - - - -	26,591,000	21,000,000	- 5,591,000
Land Tax and House Duty - - - - -	2,550,000	2,500,000	- 50,000
Income Tax (including Super-Tax and Mineral Rights Duty) - - - - -	394,166,000	410,500,000	+ 16,334,000
Excess Profits Duty, &c. - - - - -	219,181,000	120,000,000	- 99,181,000
Corporation Profits Tax - - - - -	650,000	30,000,000	+ 29,350,000
	690,867,000	632,000,000	- 58,867,000
TOTAL RECEIPTS FROM TAXES £	1,031,725,000	964,000,000	- 67,725,000
Postal Service - - - - -	36,100,000	43,000,000	+ 6,900,000
Telegraph Service - - - - -	5,200,000	5,000,000	- 200,000
Telephone Service - - - - -	8,200,000	12,000,000	+ 3,800,000
	49,500,000	60,000,000	+ 10,500,000
Crown Lands - - - - -	660,000	650,000	- 10,000
Receipts from Sundry Loans, &c. :—			
*Ordinary Receipts - - - - -	991,000	12,000,000	- 18,771,000
*Special Receipts - - - - -	29,780,000		
Miscellaneous :—			
*Ordinary Receipts - - - - -	25,389,000	21,500,000	- 3,889,000
*Special Receipts - - - - -	287,940,000	158,500,000	- 129,440,000
TOTAL RECEIPTS FROM NON-TAX REVENUE - } £	394,260,000	252,650,000	- 141,610,000
TOTAL REVENUE - - - - - £	1,425,985,000	1,216,650,000	- 209,335,000
Borrowings to meet Ex- penditure chargeable against Capital - - - - - } £	6,087,000	10,472,500	+ 4,385,500

\* See notes on page 3.



1921-22.

TABLE VIII. giving BALANCE SHEET, 1921-22, on existing Basis in the Form adopted in previous Years.

ESTIMATED REVENUE, 1921-22.				ESTIMATED EXPENDITURE, 1921-22.			
				CONSOLIDATED FUND SERVICES.			
Customs	-	-	£ 126,800,000	National Debt Services :—			
Excise	-	-	196,200,000	Inside the Fixed Debt Charge			
<i>Total Customs and Excise</i>	-	-	323,000,000	Outside the Fixed Debt Charge			
Motor Vehicle Duties	-	-	9,000,000				
Estate, &c. Duties	-	-	48,000,000	Road Fund			
Stamps	-	-	21,000,000	Payments to Local Taxation Accounts, &c.			
Land Tax and House Duty	-	-	2,500,000	Land Settlement			
Income Tax (including Super-Tax and Mineral Rights Duty)	-	-	410,500,000	Other Consolidated Fund Services			
Excess Profits Duty, &c.	-	-	120,000,000	TOTAL CONSOLIDATED FUND SERVICES			
Corporation Profits Tax	-	-	30,000,000				
<i>Total Inland Revenue</i>	-	-	632,000,000	SUPPLY SERVICES.			
<b>TOTAL RECEIPTS FROM TAXES</b>	-	£	964,000,000	Army			
Postal Service	-	-	43,000,000	Navy			
Telegraph Service	-	-	5,000,000	Air Force			
Telephone Service	-	-	12,000,000	Civil Services			
<i>Total Post Office</i>	-	-	60,000,000	Customs and Excise, and Inland Revenue Departments			
Crown Lands	-	-	650,000	Post Office Services			
Receipts from sundry Loans, &c.	-	-	12,000,000	TOTAL SUPPLY SERVICES			
Miscellaneous :—							
Ordinary Receipts	-	-	21,500,000				
Special Receipts	-	-	158,500,000				
<b>TOTAL RECEIPTS FROM NON-TAX REVENUE</b>	-	-	£252,650,000				
<b>TOTAL REVENUE</b>	-	£	1,216,650,000	<b>TOTAL EXPENDITURE</b>			
Borrowings to meet Expenditure chargeable against Capital	-	-	£10,472,500	Expenditure chargeable against Capital			



