Louis 19th of April, 1853, over due temporary Loans of 9th of May, 1851, over due, temporary Certificates of stock, loans of Aprii 11, 1545, 6 per cent, Certificates of stock, loans of various dates, 5 per cent,

Relief notes cancelled and destrayed. Retief notes in Treasury, set uside for caticelation.

\$1,012,857 64 As required by law, I directed the cer tiheates and evidences of this indebtedness to be cancelled; and on the 19th of September, 1557, issued my proclamation declaring the payment, extinguishment, and final discharge of \$1,042,057 .til or the public debt.

be in the Treasury to the credit of the redeemed from the oppression of her public rinking land, and applicable to the pay. debt, and her people be relieved from a taxment of the public debt, the commissioners of the fund now hold the sum of \$7,-500,000 bonds of the Pennsylvania Railpayment of the funded debt of the Com- ture-refusing to undertake any new schemes

fied by a majority of the qualified voters these views may be anticipated with confiof the State, at the general election held on the second Tuesday of October, 1857, it is made the duty of the Legislature, reduce the principal thereof by a sum not less than \$250,000, which "sinking fund of the income or proceeds of sale of stocks crease in three years, \$1,816,857 52. owned by the State, together with other funds or resources that may be designaing faud shall be used or applied otherwise than in extinguishment of a public debt, until the amount of such debt is reduced below the sum of \$5,000,000,"

upon you, and should be promptly and debt of \$9,731.777 81; showing the total - faithfully discharged.

The funded and unfunded debt of the State, including temporary loans, on the 1st day of Docember, 1856, as per re-Treasurer, was as follows, viz:

FUNDED DEBT.

6 per cent loans, \$39,865,975 50 Total funded debt, UNFUNDED DEBT.

Relief notes in circulation, \$220,556 00 Interest certificates outstand-24,691 37 102. Interest certifi-4,418 48 cates unclaimed, Dame-tre credit-1,164 00

OFF. B hance temporary loan, April 19, 1853, Briance tempor-

ary lova, May 184,000 00 9, 1-54, Total anf'd db't, -

as follows, ziz: FUNDED DEBT.

6 per cent loan,

\$39,705,592,52 Total funded debt, UNFUNDED DEBT. Relief notes in

circulation, \$146,431 00 Interest certificales outstan-23.473 82 ding. Interest certificates nuclaimed, 4,448 38 Donnestic credt'rs, 802 50

Total unf'd debt, -Total debt Dec. 1, 1857, Total debt Dec. 1, 1856, " I, 1857, 39,881,738 22

These statements exhibit the gratifying

ry purp ses.

prudential motives, was postponed. Had this ed to reconstruct the dam. surround us-roused to more vigorous action ly accomplished.

65,501 00 with the advantages resulting from the rapvaluable merease of our agricultural, mining fixed in the act. 373,040 00 and manufacturing industry during the same its restoration at an early period is not problematical. Returning confidence will be the herald of returning prosperity. Notwithstanding, then, the present embarrasment tate to reaffirm my belief, "that the time is In addition to the amount reported to not far distant when Pennsylvania will stand ation imposed to meet its accuring interest and maintain the faith and credit of the strict econemy in all departments of the of internal improvement, and holding to a ri-By the 4th section of the 11th article ged accountability the receiving and disbursof the Constitution, as amended and rati- ing agents of the State, the realization of

this amendment, to create a sinking fund of the debt of the Commonwealth, may not law authorizing the sale. which shall be sufficient to pay the aceru- be inappropriate. In my first annual mesing interest on the present public debt, sage to the Legislature the fact was stated, and any additional debt thereafter con. that during the three years intervening bestitutionally contracted, and annually to tween December 1, 1951, and December 1, 1854, the public debt had been iecreased \$1,ed by the State, or the proceeds of the years later, the funded and unfunded debt. State debt. sale of the same, or any part thereof, and as before shown, was \$39,881,738 22;) de-

Thus in three years the public debt out resorting to the expedient of temporary as expressed through the ballot-box, and correct many existing abuses not only suing from a thou-and lips in our large terests, have received from the Governtool by law. The said sinking fund may loans, \$1,816,857 52. If to this be added in other forms equally significant demand in the system itself but in the present cities and manufacturing districts, would ment the marked and distinctive recognibe increased from time to time by assign- the sum \$414,920 29, now in the sinking it-public policy and the interests of the mode of banking. These questions, how. not now be heard; nor would a foreign tion of their importance; how much more ing to it any part of the taxes or other fund, and applicable to the payment of the Commonwealth required it. It is done. ever, with the remedies necessary to pre- debt of nearly five bundred million of should the mind of her youth-with its revenues of the State, not required for funded debt, the reduction will be \$2,231,- The many approve, few complain; those vent a recurrence of the evils under which dollars exist to startle and slarm us .- wondrous activities -- its constantly unfol-

of five per centum per annum, payable semi partisan purposes. annually, and pledged to the payment of the This being the first session of the Les- funded. If this sum be added to the reduc- public attention to the importance and islature since the adoption of this amend- tion before stated, we have presented to us a necessity of disposing of the remaining ment, the duty therin enjoined devolves, virtual, if not an actual decrease, of the State funded and unfunded debt of the State on the first day of December, 1857, to have been \$31,966,818 41.

Line and the decrease in the public debt, care and control of the public works is not ports of Auditor General and State the State tax, by an act of the last regu- only evident to all who have given the lar session was reduced from three to two subject a candid and impartial considerand and one half mills on the dollar; a ation, but the necessity is clearly estab-\$511,781 00 reduction equal to one-sixth of the tax lished by the history of their construction 38,866,994 50 imposed for State purposes prior to that and management. They have failed to 358,200 00 act. These facts speak for themselves be a source of revenue to the Common-100,000 00 Well may the people be congratulated on wealth and if retained by the State, will such auspicioious beginining in the pro. require an expenditure in their repair and cess of liquidation, and well may they management largely exceeding any revwith confidence anticipate the day of their coue that under the most favorable cirdeliverance from State taxation. Finan. cumstances, can be derived from them .cial and commercial emberressment may In any phase of the question this separapostpone-nothing but unwise legislation tion is desirable, but in connection with and the imprudent or dishonest manage. the payment of the public debt, and the ment of our finances can prevent the ear. reduction of State taxation, it becomes ly realization of their well-founded anti- an object of more than ordinary interest.

general operation, the receipts and expen- fair consideration, upon terms just and ditures during the past fiscal year, will liberal to the purchasers, and at the same be presented to you in detail in the report time amply protective of the rights and of the Canal Commissioners.

834,859 75 the public works, for the year ending No. the application of the proceeds to the \$10,701,835 25 the Main Line up to the first day of Au. its still more rapid extinguishment. The act of 1842, was resisted by Pennsylva- She sees and feels the wrong, and with obligations, from opposition either to the The funded and unfunded debt, at the close gust last, were \$1,308,598.62. The ag. subject is recommended to your unbiased by her injuries, system of the office, select an incompeof the last fiscal year, December 1, 1857, was gregate expenditures for the same period con-ideration. were \$1,312,705 67; the expenditures exceeding the revenues \$4,107.05.

\$145,180 00 The receipts at the Treasury from the three wills per ton per mile, on all ton-35,773,212 52 several divisions were as follows, viz: 100,000 00 Susquehanna and North and West Branch Divisions

> Delaware Division. year. The completion of rival railroads tonnage, and it is paid by the owners of ed by the operation of causes well under. Agriculture, in its varied and multi-

twenty thousand, ninety-seven dollars and pleted in the fall of 1856, that boats justified as a revenue measure. It should tive of domestic industry, and involving connection with some one of the State De. districts, to promote the establishment of fifty-five cents. During the same period freighted with coal and other products be the policy of the State to invite the home manufacturer and home labor partments, to give efficiency to the col- Normal Schools, as contemplated by the large appropriations and payments were made were successfully passed through its en- transmission of the products of other in one common ruin. We have impor- lection and diffusion of useful knowledge on acuount of our public improvements, for tire length from Pitt-ton to the Junction States through her territory to her own ted more than we could pay for, and on this subject. Impressed with the neold and unsettled claims adjusted under the Canal, yet in consequence of a large por. markets, and, therefore, the propriety of much more than we needed. Pennsyl- cessity and usefulness of such a Bureau, A noble work has been commenced; and act of last session, and for other extraordina- tion of the "Horse Race Dam" having relieving the trade and business of the vania abounds in iron ore. Iron and its I again earnestly recommend it to your sustained by individual enterprise and been carried away by the freshet of last Commonwealth and country from this tax manufactures are justly regarded as im- favorable consideration. suspension of specie payments by the Banks, pended the greater part of the year. It consideration

id development of our resources during the sum of \$7,500,000, the highest price bid Commonwealth. 9,316 64 the last quarter of a century-the immensly for the same, and the minimum price

period-the abundant harvests of the past sers with the condition of the act authorthe elements of material wealth in our midst, bonds, in number and for the amounts equal to and falling due at the time provistalments, the Secretary of the Commonand mixed, belonging to or used in con- ing institutions. road Company, pledged by the law to the Government-avoiding extravagrant expendi- nection with the same by the Common-As corroborative of the opinion now and of which notice was given to all superin vulsions. What the remedy should be ries and furnaces have been closed, and sent a clear and satisfactory statement of heretofore expressed, a brief review of the tendents and agents of the Commonwealth I do not deem it my province, under exis. thousand of honest laborers thrown out the general operation of the system duoperations of the Treasury during the past by proclamation, bearing date the 31st at its first session after the adoption of three years, as connected with the payment day of July, 1858, as required by the permanent and effectual, it must accord by an existence, that bankruptey and ru-

The bonds of the Penn-ylvania Railroad Company, in the sum of \$7,500,000 were received by the State Treasurer, and are held by him for the Commissioners of 584,359 34; and that the total debt at the the Sinking Fund; the entire proceeds of close of the fiscal year, December 1, 1854, the sale being required by the 12th see--hall consist of the net annual income of was \$41,693,595 74. At the close of the tion of the set to be paid to the Sinking and coin in such proportion to circulation been preserved—even if its rate of duties should occupy a prominent and independthe public works from time to time, own- late fiscal year, December 1, 1957, three Fund and applied to the payment of the and depotits as may be deemed sufficient had been reduced, our specie by millions cut position among the Departments of

The sale of the Main Line has directed

divisions of the public improvements .-The reasons and policy that required and justified the sale of the one, apply with equal force to the sale of the other. The In anticipation of the sale of the Main propriety of separating the State from the A sale at the earliest practicable period, The condition of the public works, their of the whole of our public works, for a interests of the people, should be author-The total receipts at the Treasury, from | ized by the Legislature. Such sale, with vember 30, 1857, including receipts from payment of the public debt, would secure

nia Railroad Company imposed a tax of ion are less than those of the previous imposed upon the company, but upon all astrous effects of the repeal were postpon- ufacturing and commercial interests. ment and improvement of this division. cessity that required this tax, as regards ports has been beyond the most extrav. ragement and support.

strength, the great financial, commercial and the said Main Line to be exposed to pup- bonus has not only defrayed all the ex- exceeded our exports one bundred and erected and occupied.

ion of the said works, possession of the expansions, rash speculations, extrava- people. same was accordingly delivered to the gant living, and excessive over-trading; with the natural and necessary laws of in are around us, and our general prospertrade. The currency of a country forms ity paralyzed. To avoid these disasters, no exception to these laws, and should be to which we have been periodically ex-It is, therefore, that a system of free bank. indispensable. ing, based on undoubted public securities, I cannot forbear congratulating the demand, with proper limitations and re- to build up and su-tain the foreign man- sure of the Commonwealth, the developepeople of the Commonwealth on the con- strictions, is deemed preferable to the ufacturer; home industry would be pros- ment of her material wealth, and the adbeen decreased, by actual payment and with- summation of this sale. Public sentiment present system. Its introductions would perons, and the cry "we want work," is- vancement of her political-economical in-These facts are not only gratifying, but sind or insurrection, no part of said sink.

These facts are not only gratifying, but the nature of the relief, if any, that may encouraging. It has already been stated by the thore of the relief, if any, that may eight to the material and physical, claim a still nublic interests, as exhibited in the error. that there is in the Sinking Fund the sum of public interests, as exhibited in the ex- yet be required by the banks of the Com- hops in Europe, instead of building and bigher consideration, and receive from \$7,500,000-bonds of the Pennsylvania Rail- travagant, useless, and fraudulent expen- monwealth, to enable them to resume the supporting them here—that takes our gold the Representatives of the people, a more road Company, bearing interest at the rate ditures of the public money for selfish or payment of their liabilities in specie, are to pay the wages of the British laborer, honored recognition. all referred to the wisdom of the Legi-la | whilst our own are without employment | As an Independent Department, greatture. They are practical and important and without bread, -that fills the coun. er efficiency will be given to the system business questions, and as such should try with foreign merchandise to the ex -a more direct and immediate supervisreceive your intelligent consideration.

The present condition of our Common-

wealth and country deserves at least passing remark. A severe financial revulsson has occurred, inducing a suspension of specie payment by the banks, not only of this Commonwealth, but of all the States of the Union, deranging the currency and affecting disastrously all the great interests of commerce and the industrial pursuits of the citizen. Labor is without employment, and thousands of strong, ae Congress strenuously opposed the repeal her people.

Time is but repend much preside

The condition of the Treasury prior to the spring, business on the canal was sus. upon it is respectfully submitted for your portant elements of her material wealth; "The Farmers' High School of Penn- vindicated by its own intrinsic merit it dred thousand dollars more in payment of the was repaired during the summer, and in In consequence of the suspension of fostered and protected by a wise nation the Legislature in 1855, is entitled to the in number and efficiency, equal to the public debt, and arrangements were made by the fall business was resumed along its specie payments by the banks of this and al policy, could suply the markets of the especial attention of the friends of Agrithe Treasurer, under the direction of the entire length. Soon after, the same dam the other States of the Union, and the fi- worlds; and yet since the passage of the culture. In the teachings of this in-titu- come the just pride and boast of Penn-Commissioners of the Sinking Fund, to liqui- was again extensively injured by a sud- nancial embarrassment and general pros. act of 1846, we have imported of iron tion, the scientific and the practical are sylvania. date that amount; but after the suspension, den and heavy freshet, and the greater tration of business, I deemed it my duty and steel, and their manufactures, more united; and whilst the art of farming and and the consequent financial embarrassment part of the canal rendered useless for bus- to call, as authorized by the Constitution, than two hundred millions of dollars in all that pertains to the management, busof the country, the proposed payment, from iness. An appropriation will be required an extra session of the Legislature, to value, paid for in gold or our bonds and iness and work of a farm, will be the sub- can make it; but it needs the competent meet at Harrisburg on the sixth day of stocks, now held by foreign capitalists- ject of instruction, the natural sciences, and thoroughly trained teacher to give it payment been made, in addition to the payment been made, in addition to the payments already reported, the statements and the interest on which but adds to the burble, appears to be doomed to failure and provided by this extraordinary session of the public debt would be appears to be doomed to failure and provided by this extraordinary session of the public debt would be appears to be doomed to failure and provided by this extraordinary session of the public debt would be appears to be doomed to failure and the interest on which but adds to the burble debt would be appears to be doomed to failure and the interest on which but adds to the burble debt would be appears to be doomed to failure and the interest on which but adds to the burble debt would be appears to be doomed to failure and the interest on which but adds to the burble debt would be appears to be doomed to failure and the interest on which but adds to the burble debt would be appears to be doomed to failure and the interest on which but adds to the burble debt would be appears to be doomed to failure and the interest on which but adds to the burble debt would be appears to be doomed to failure and the interest on which but adds to the burble debt would be appears to be doomed to failure and the interest on which but adds to the burble debt would be appears to be doomed to failure and the interest on which but adds to the burble debt would be appears to be doomed to failure and the interest on which but adds to the burble debt would be appears to be doomed to failure and the interest on which but adds to the burble debt would be appears to be doomed to failure and the interest on which but adds to the burble debt would be appears to be doomed to failure and the interest on which but adds to the burble debt would be appeared to the b thus far have been sustained by their actual disaster. These are the fruits of former the General Assembly was not as ample debtedness. The same is true of many The student of the institution will be ena- of its creation. The teacher, the properverification. The causes that prevented their wismanagement and fraud in its con- as the exigency of the case required, yet other important branches of home indus- able to test, in his daily occupation, the ly educated, the well trained, the scienrealization, it is believed, will soon cese to af- struction. Every effort has been made it was productive of many teneficial re tery. Many millions in value of the knowledge com- tific teacher, is the great want of the sysfeet, insurrously the revenues of the Common- to repair the errors of its early manage. sults, and served to allay the intense ex and woolen goods have, during the same municated. wealth. Actuated by that indomitable en- ment, and to complete and render useful citement and alarm that pervaded the en- period, been imported, that should have Much of the land connected with the the antomaton movements of mere physicergy that has ever characteized the American people—taltering for a moment, but not dispendent by the adverse circumstances that have been woven on American, and not have been woven on American, and not the land connected with the antomaton movements of mere physicance that should have been woven on American, and not during the past year. Orchards of every direct and control the intellectual energy that has ever characteized the American that pervaded the entropy to complete and render useful citement and alarm that pervaded the entropy that should have been imported, that should have been imported, that should have been imported, that should have been made in our own workshops, should have been woven on American, and not during the past year. Orchards of every direct and control the intellectual energy that has ever characteized the American that pervaded the entropy that have been made in our own workshops, should have been woven on American, and not during the past year. Orchards of every direct and control the intellectual energy that has ever characteized the American that pervaded the entropy that have been made in our own workshops, should have been woven on American, and not during the past year. Orchards of every direct and control the intellectual energy that have been woven on American that pervaded the entropy that have been woven on American that pervaded the entropy that have been woven on American that pervaded the entropy that have been woven on American that pervaded the entropy that have been woven on American that pervaded the entropy that have been woven on American that pervaded the entropy that have been woven on American that pervaded the entropy that have been woven on American that pervaded the entropy that have been woven on American that pervaded the entropy that have been woven on American that pervaded the entropy that have been woven on American that pervaded the entropy that have been woven on American that pervaded the entropy that have been woven on American that pervaded the en the banks, all banking institutions accep. on Brittish, French or German looms. ry variety of fruit and hedges have been gies of the youth of the Commonwealth.

My views expressed in former commu- during that period, was \$213,364,384;- of stone, four stories high, two hundred nications on the subject of banks and specie imported, \$26,927,427: leaving a and thirty-three feet in front, with wings; After a full compliance by the purcha- banking capital, in their relations to the balance against us on specie account of and to cost fifty-five thousand dollars .currency and general interests of trade, \$186,436,957. This depleting process, This building is already in progress, and 30,000 00 year-our completed improvements, and all izing the sale, and the delivery of their remain unchanged. However diverse our aggravated by excessive importations, un- it is hoped that a part of it may be put opinions may be on this subject, it must settled the currency and induced an in- under the roof and be so far completed be admitted by all that the banking and flated paper circulation, resulting in bank as to enable the Board to make arrangeded for the payment of the respective in- eredit systems are so intimately iterwo- suspensions and financial embarrassment. ments to receive a few students before the ven with the business and commerce of But the evil does not end here. An in- close of the current year." The Legisand gloomy condition of the country, after wealth, on the 31st of July, A D 1857, the country, that their sudden separation flated paper currency, by cheapening the lature, at their last session, appropriated a careful consideration of the present and as directed by the act, transferred, under or a rash innovation, would produce con- price of money, increases in this country lifty thousand dollars to this institution. prospective condition of the finances and re- the great seal of the State, to the Pepn- sequences of fearful magnitude. That the cost of production, and thue, whilst one half of which has been paid; the resources of the Common wealth, I cannot hest- sylvania Railroad Company, their suc- the present system of banking is perfect the American manufacturer is exposed, maining twenty five tecusand dollars to cessors or assigns, the whole of the Main is not pretended; that it could be essen- under a system of low duties, to a ruin- be paid on condition that an equal sum Line of the public works between Phila- tially modified and improved will not be ous competion with the cheap labor of be realized from other sources, within delphia and Pittsburgh, together with all denied. The present derangement of the Europe, he is paid for his goods in a curthe right, title, and interest, claim and currency may and will suggest the neces- rency less valuable than that paid to his demand, of the Commonwealth of Penn- sity of reform, not only in the system it- foreign competitor. As a necessary re-Commonwealth," and that "by practising sylvania, to all property, real, personal, self, but in the management of our bank- sult, the home fabric is driven from the tution-its relation to agricultural knowlmarket, and the home manufacturer ru- edge, and as the pioneer in the great Unlimited credits by corporations or ined. The operation of these causes, work of agriculture education, commend wealth; and the purchasers having given judividuals have, and ever will be an un- stimulated by low duties, is sufficient to it to the generous patronage of the Legisnotice of their readiness to take possess- mittigated evil. They contribute to bank destroy the industrial energies of any lature, and to the confidence and liberal-

With these facts before us, it is no company on the first day of August last, always sure to be followed by ruinous re- matter of surprise that our mills, facto- perintendent of Common Schools will preting circumstances, to suggest; but to be of employment; that commerce bas scarce- ring the past year. left to their operation and control, so far posed, reform not only in our system of system. The great educational interests as may be consi-tent with the public good. banking, but in our revenue laws, becomes of the State, the care and guardianship of

to secure their conversion into specie, on would not have gone into foreign coffers the Government. If the care of the trea-

in 1846. The abandonment of the pro- may have forced from her true position.

of that act. The evils under which we | The agricultural interests of the coun. administration of the office, should rest nage passing over that road, as an equiv. are now suffering were predicted, as a try, should ever be fostered and sustained upon them, and not upon the law author-388,200 00 Main Line to Aug. 1, 1857 \$796,550 33 alent for any decrease in the revenue of consequence of such repeal. But other by the State. They are first in necessi. izing the appointment. The defects of the Commonwealth, that might arise from counsels prevailed, the act was repeal- ty and usefulness, and constitute the ba. the system when clearly established should 287,718 95 the anticipated competition of the road ed, and the industry of the country ex- sis of State and National prosperity. Up. be promptly corrected; but change is not 224,329 34 with the business of the Main Line of the posed to a runious competition with the on their progress and development, de- always reform; and innovation, induced The receipts from the Delaware Divis. public improvements. This tax is not cheap labor of foreign nations. The dis- pend the success of our mechanical, man- by selfishness or prejudice, may endanger

and from her abundance, if properly sylvania," an institution incorparated by

by disaster and deteat, our progress cannot long be checked, nor our prosperity long be checked, nor our prosperity long be when the sale of the system, official documents ex-

\$400,000 00 industrial interests of our country and the lie sale at the Merchants' Exchange, in penses of that session, but will leave a eighty-four millons two thousand seven From the report of the trustees we world, has been suddenly impaired, producing the city of Philadelphia, on the 25th day balance in the Treasury of not less than hundred and sixty-cight dollars; and as learn that a "contract has been made for 161,000 00 financial and commercial distress, and affect of June last, and sold the same to the thirty-five thousand dollars - a result cer. a consequence, the drain of the precious the erection of an edifice calculated for the ing the revenues of the Commonwealth; but Pennsylvania Railroad Company, for the tainly not injurious to the finances of the metals was correspondingly great. The residence of Professors, Lecture Halls amount of specie sent out of the country and Dormitories for students, to be built three years from the passage of the act making the appropriation.

The objects and character of this instiity of the people of the Commonwealth.

The report to be submitted by the Su-

The separation of the school from the State Department, by the set of the last session, was a just tribute to the importance and value of our Common School the intellectual, social and moral improve-It the principle of the act of 1842 had ment of the youth of the Commonwealth.

clusion of the home fabric, -- that lass the lon will be secured -- the details of its op-British rail upon the road through our eration more carefully observed-its deiron districts and by our rolling mills, ficienciencies discovered-its errors corwhilst they are silent and deserted, and rected-the accomplishment of noble purthat invites to speculation and extrava- poses and objects rendered more certain gance, is at war with every true Ameri. and the system itself saved from the dancan interest and should be at once aban- gerous and debasing influence of political excitement, and partizan prejudice.

A period of low duties has always been | The County Superintendency, tested by marked by excessive importations, -large experience, has realized the just expectaexports of specie-overtrading-bank tions of the friends of the measure, and expansions, and suspensions, and finan- may now be regarded as a permanent and cial and commercial revulsions. Under indi-pen-able part of the system. When tive men are now asking for work or the protective policy these peculiar and committed to competent men, it has acbread. The causes assigned for these e- startling characteristics of free trade have complished a noble work in promoting vils are almost as various as the interests all been wanting. The history of the the success and usefulness of our Comor prejudices of those who undertake country establishes these facts. A well men Schools; and wherever the duties of their explication. To whatever cause or regulated tariff, adjusted to protect the the office have been faithfully performed, causes they may be referred, it is nei- productive industry of the country, is not the character of the schools has been elether just, nor proper, to charge all our only the true policy of the government, vated, their number and the number of present financial and commercial dis- but is a better regulator of the currency. scholars increased, and the confidence and tress to the banks and their manage- and a more certain security against bank encouragement of the public secured. In ment. However much they may have expansions, than any system of pains and the hands of incompetent men, these recontributed, other causes have operated penalties yet devised for the control of sults have not been obtained; but on the still more directly and powerfully to pro banking in-titutions, or the operations of contrary, opposition has been provoked, duce these results; and among them first capital. To this we should return. Penn. and the cause of common School educain importance and influence is the pres- sylvania is get true to her ancient and tion retarded. This office should not be ent system of low duties, in connection long cherished convictions of its proprie. committed to any but men thoroughly with the warehousing system, adopted as ty and necessity. She may have been qualified by education and experience for the policy of the General Government misled. Political and partizan pressure the performance of its arduous and re--ponsible duties; and if the School Directective policy, as embodied in the tariff This was her misfortune, not her fault .- tors of any county, in disregard of their led in her history. Her representa- will demand redress; protection for her- tent person for the place, the odium of The law incorporating the Pennsylva. tives in both branches of the National self and the great industrial interests of the act, and of failure to secure the benefits resulting from a proper and intelligent its permanency and destroy its efficiency.

The Act of the 20th day of May, 1857, and other causes have lessened the re- the freight transported over the road, the stood by every inteligent citizen. Fam- plied relations, is the unfailing source of providing for the due training of teachers ceipts from this important division of company acting as agents in its collection ine aboard created an unprecedented de- National wealth, and to its promotion all for the Common Schools of the State, by our public works, and it is feared will and payment to the State. It is virtual- mand for our beadstuffs, and the gold of should contribute. Individual enterprise encouraging the establishment of Normal continue to decrease them. Its manage. ly a tax upon the trade and commerce of California, although it may have added and liberality, State and County associa Schools within the Districts designated in ment has been satisfactory, and compar. the Commonwealth, and upon the com. to the excitement of our progress, and tions, have done much to advance this the law, has received the cordial appro-175,145 70 ed with other divisions of the public im merce of other States whose productions contributed its full share in productive industry; bation of all interested in the success of provements, economical. The net revenue seek an eastern market over this road; existing financial and commercial em- have collected and circulated much valu. our Common Schools. The passage of 39,881, 738 22 at the Treasury, was \$174,001.87, a de. and thus by increasing the rate of ohar. barrassment, in millions, supplied the able information; and encouraged by their that act inaugurated a new era in the hiscrease of \$90,093.53, as compared with ges and the cost of transportation, the means of paying the overwhelminng bal, honorable exertions, the progress of set tory of Common School education in 40,701. 835 25 the receipts of the preceding year. In produce of the West is forced upon the ances against us on eur foreign impor- entific and practical agriculture. Science Pennsylvania. It is a movement in the addition to the ordinary expenditures, the competing railroads of other States; and tations. Under the present system of and art have nobly proffered their aid- right direction; full of encouragement and Decrease during the fiscal year, 820,097 55 sum of \$46,263 was paid for the enlarge- to other markets than our own. The ne- low duties, the excess of impres over ex- the State should not withhold her encou- hope for the greater perfection and usefulness of the system. Large and entha-The North Branch Extension of the the Commonwealth and her improvements agant wants of the country. They have I have heretofore recommended the es. siastic meetings of the friends of educafact, that during the past fiscal year, the pub- Pennsylvania Canal, although so far com bas ceased. Its continuace can only be been enormous and ruinous—destrue- tablishment of an Agricultural Bureau, in tion have been held, in many of the act; and liberal sums of money have been sub-cribed to secure this desirable object. liberality-encouraged by the State, and must go on until State Normal Schools, supply of well trained teachers shall be-

The organic structure of our system is greater vitality and efficiency, and secure interrupted. Confidence, the sensitive, yet Main Line of the public works, after give of one per cent on their capital stock; the hibit the fact, that during the past four and convenient, as also the farmer's house municited, not only effectively and pracgowerful agency, that binds in unity and ing the notice required by law, I caused amount realized by the payment of this years, the imports of foreign merebandise and part of the out-buildings bave been tically, but that in traing the young, they