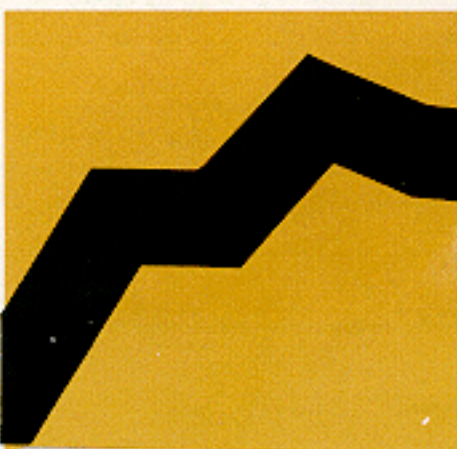
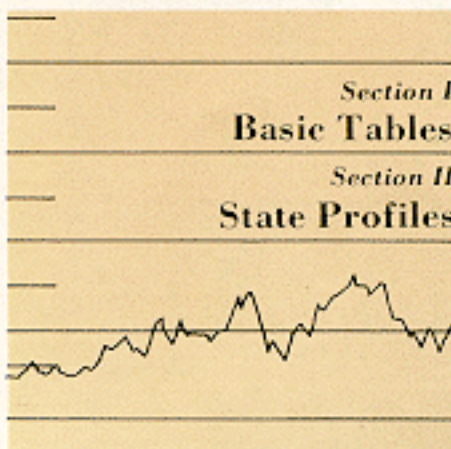


# Significant Features of Fiscal Federalism 1980-81 Edition



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COMMISSION ON  
INTERGOVERNMENTAL  
RELATIONS

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WASHINGTON, D.C. 20575

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December 1981 M-132

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*Section I*  
**Basic Tables**

*Section II*  
**State Profiles**

Advisory Commission  
on Intergovernmental  
Relations

Washington, D.C. 20541

M-132



## Preface

**T**he recent and pronounced shift in public attitude to a go slow policy on taxes and spending has escalated the need for information about public sector activities and how they are financed.

The Advisory Commission on Intergovernmental Relations has had occasion during the past 21 years to ask its staff to analyze in considerable detail a vast body of information pertaining to federal, state, and local fiscal relations. Many of these analyses have been recognized as having continuing value to the public and to policymakers at all levels of government. In this report the Commission presents updated and revised information on federal, state, and local revenues, expenditures, employment, earnings, and tax rates, which are intended to facilitate the analysis, both qualita-

tive and quantitative, of the rapidly changing federal and 50 state-local fiscal systems.

Section II presents a series of state-local fiscal profiles which represent a departure from the organization of *Significant Features* in previous years. The state-local profiles present information on a state-by-state basis rather than by function or level of government. This new arrangement provides additional information and contributes to the understanding of the diversity of the states in the American federal system and to emphasize the relationship of the state and local financial systems within each state.

**James G. Watt**  
Chairman



## Acknowledgments

**F**rank Tippett, the Commission's statistician, prepared Section I of this report, with the assistance of Charles Richardson and other members of the Taxation and Finance staff. Michael Lawson developed and prepared the index pertaining to Section I.

The state profiles in Section II were designed and prepared by Charles Richardson; in this major endeavor, he had the assistance of many members of the ACIR staff who assisted with checking and reviewing the tables. Particular thanks go to many individuals who provided information on tax and expenditure limits. Full responsibility for the content and accuracy of the state profiles rests, of course, with the Commission staff. Final preparation of the materials for publication was done by Susannah E. Calkins.

Ruth Phillips and Shari L. Quick ably pro-

vided the secretarial assistance for both sections of the publication. They were assisted at times by many other members of the ACIR staff.

Data on the provisions of state and local tax laws were drawn largely from the Commerce Clearing House, *State Tax Reporter*.

The Governments Division of the U.S. Bureau of the Census was an indispensable partner in this undertaking. The cooperation of the bureau is gratefully acknowledged, with special thanks to Vance Kane, head of the Finance Branch.

**Wayne F. Anderson**  
Executive Director

**John Shannon**  
Assistant Director  
Taxation and Finance





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# Highlights

## THE GREAT SLOWDOWN

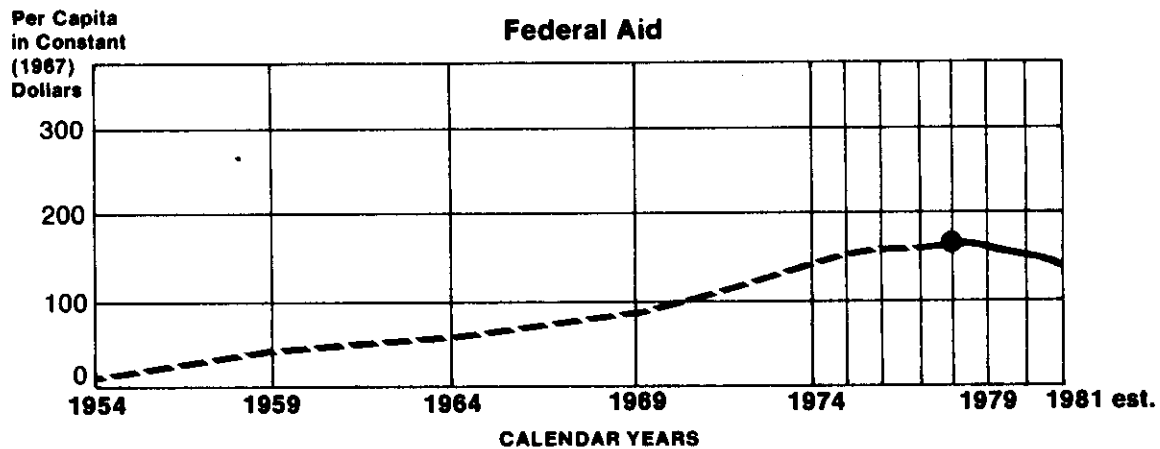
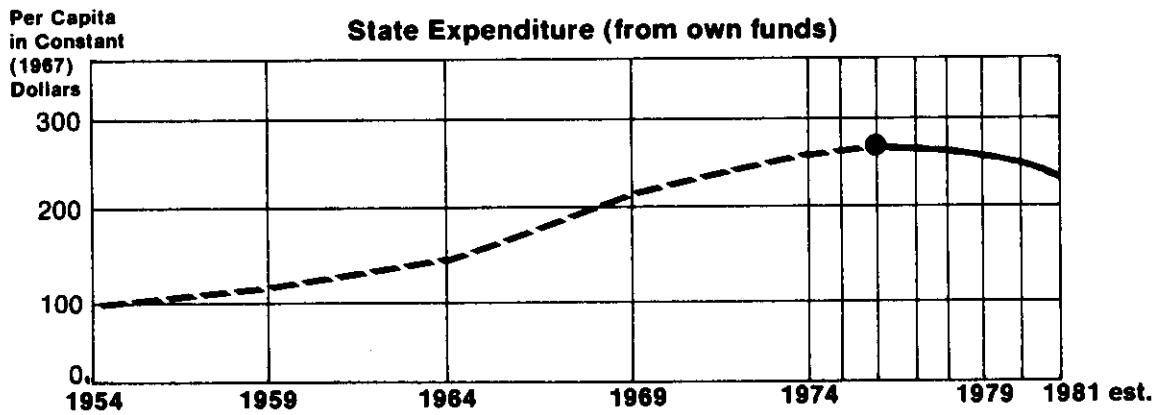
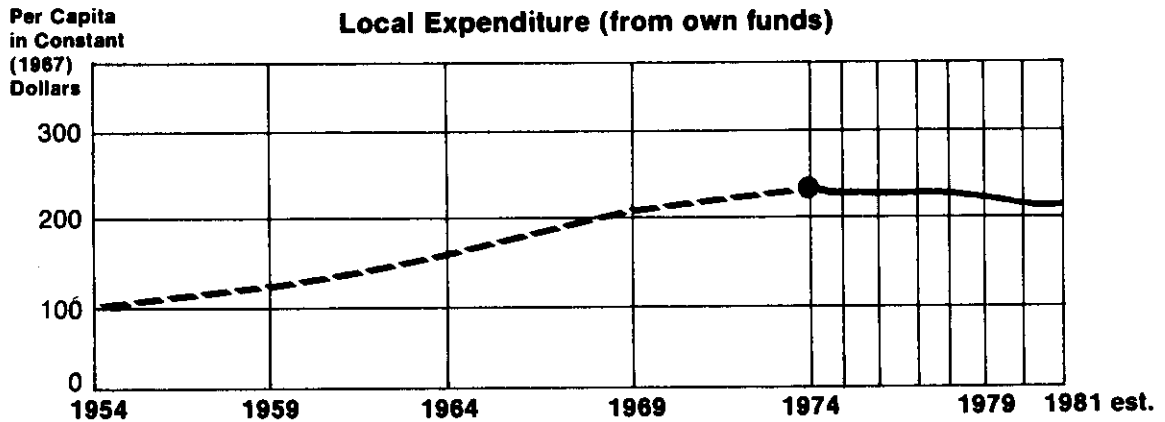
**T**he narrative below is designed to help the busy person to quickly comprehend the factual information on a wide variety of federal-state-local fiscal issues. The great slowdown is the dramatic development that emerges from this analysis.

- **Between 1942–76, the state and local public sector was a high growth industry.** During this 34-year period, state-local spending (including federal aid) grew almost three times as fast as the economy—rising from 7.5% of personal income in 1942 to 20.3% by 1976. During a similar period (1939–76) per capita expenditures in constant dollars increased by 2.9 times (*Tables 2 and 11*).
- **Since 1976, state-local government has become a static if not declining industry in most parts of the country.** While spending continues to increase, it has neither kept pace with the growth of a sluggish economy nor the high rates of inflation (*Tables 2, 7, 8, and 11*).
- **This great transition from fast growth to slow decline is clearly a grass roots development.** The growth in “real” spending stopped first at the local level (1974), then at the state level (1976), and federal aid topped off in 1978. Of special note is the fact that state and local spending from own sources peaked well before the approval of Proposition 13 in 1978 and federal aid flows began to decline (in real terms) two years before President Reagan presented his cutback budget (*Figure 1 and Tables 1 and 3*).
- **Two developments were primarily responsible for this remarkable fiscal turnaround—state legislators stopped raising taxes and started to cut them, and Congress applied the brakes to federal aid growth.** During most of the post World War II period, the states did a very brisk business in new and used taxes—an activity that came to an abrupt halt in the late 1970s (*Tables 24–26 and 38–40*).
- **The possibility of a strong revenue resurgence in the near future is**

**extremely slim for most of our 50 state-local systems.** The 1970s left in its wake a wide variety of fiscal restrictions on state and local authorities. Moreover, falling school enrollments now make it extremely difficult for the once powerful school lobbies to run political interference for tax increases. Without the help of periodic increases in state sales and income taxes, most of our 50 state-local systems cannot generate sufficient "automatic" revenue growth to keep pace, much less exceed the growth of the economy (*Tables 20 and 24*).

- **All indicators now point to a continued decline in federal aid flows over the next several years.** Aid to states and localities is bound to be curtailed for some time to come as federal policymakers return "to the basics"—strengthening national defense, bolstering social security finances, and stimulating the economy through tax cuts and balanced budget strategies (*Table 44*).
- **State and local employment and payrolls follow the same general pattern of decline.** After a fairly steady increase in state-local payroll in relation to state personal income, from 5.6% in 1957 to 9.2% in 1975, the percentage decreased to 8.5% in 1978 and to 8.3% in 1980. The average annual increase in state-local employment per 10,000 population dropped to less than 1% between 1972 and 1980 after increasing by an average of 3.3% between 1957 and 1972 (*Tables 47 and 48*).
- **Even though state and local governments managed to keep the average increase in state-local indebtedness below the average increase in GNP during the last decade, state and local interest payments are taking an increasingly larger share of state and local general revenue.** State interest payments in relation to "own source general revenue" increased from 2.9% in 1971 to 4.0% in 1980. For local governments, the increase for this same period was from 5.8% to 6.1% (*Tables 53 and 54*).

**FIGURE 1**  
**The Decline In "Real" State-Local Spending**  
**(Decline in Local Spending Commencing 1975, State Spending 1977,**  
**Federal Aid Flows 1979)**



Sources: Tables 1 and 3

● High points.

TABLE 1--GOVERNMENT EXPENDITURE, FROM OWN FUNDS,<sup>1/</sup> SELECTED YEARS 1929-1981  
(The Dominant Federal Role in the Public Sector)

Calendar Year	Total Public Sector	Federal					Exhibit:	
		Total	Defense <sup>2/</sup>	Domestic <sup>3/</sup>	State <sup>4/</sup>	Local <sup>4/</sup>	Gross National Product, Population, and Personal Income	
Amount (Billions of Current Dollars)							GNP (In Billions)	
1929	\$10.2	\$2.6	\$1.1	\$1.5	\$2.1	\$5.5	\$103.4	
1939	17.4	8.9	1.5	7.4	3.7	4.8	90.8	
1949	59.3	41.3	22.0	19.3	8.9	9.1	258.0	
1954	97.0	69.8	47.0	22.8	12.7	14.5	366.8	
1959	131.0	91.0	53.4	37.6	18.7	21.3	487.9	
1964	176.3	118.2	63.7	54.5	27.3	30.8	637.7	
1969	286.8	188.4	95.0	93.4	50.3	48.1	944.0	
1974	459.9	299.3	104.5	194.8	86.1	74.5	1,434.2	
1975	534.2	356.6	113.3	243.3	96.6	81.0	1,549.2	
1976	574.9	384.8	118.3	266.5	104.1	86.0	1,718.0	
1977	624.0	421.5	127.9	293.6	110.0	92.5	1,918.0	
1978	681.9	460.7	139.2	321.5	120.6	100.6	2,156.1	
1979	753.2	509.2	156.6	352.6	134.0	110.0	2,413.9	
1980 P	869.0	602.0	184.0	418.0	148.2	118.8	2,626.1	
1981 est.	975.5	685.0	215.5	469.5	162.0	128.5	2,925.0	
As a Percent of GNP							Population (000)	
1929	9.9	2.5	1.1	1.5	2.0	5.3	121,767	
1939	19.2	9.8	1.7	8.1	4.1	5.3	130,880	
1949	23.0	16.0	8.5	7.5	3.4	3.5	149,767	
1954	26.4	19.0	12.8	6.2	3.5	4.0	163,026	
1959	26.8	18.7	10.9	7.7	3.8	4.4	177,830	
1964	27.6	18.5	10.0	8.5	4.3	4.8	191,889	
1969	30.4	20.0	10.1	9.9	5.3	5.1	202,677	
1974	32.1	20.9	7.3	13.6	6.0	5.2	211,636	
1975	34.5	23.0	7.3	15.7	6.2	5.2	213,788	
1976	33.5	22.4	6.9	15.5	6.1	5.0	215,894	
1977	32.5	22.0	6.7	15.3	5.7	4.8	218,106	
1978	31.6	21.4	6.5	14.9	5.6	4.7	220,467	
1979	31.2	21.1	6.5	14.6	5.6	4.6	222,969	
1980 P	33.1	22.9	7.0	15.9	5.6	4.5	225,552	
1981 est.	33.3	23.4	7.4	16.1	5.5	4.4	227,700	
Per Capita in Constant Dollars (1967 Dollars) <sup>5/</sup>							Personal Income (P/C) <sup>5/</sup>	
1929	\$163	\$42	\$18	\$24	\$34	\$88	\$1,359	
1939	320	163	28	136	68	88	1,330	
1949	555	386	206	180	83	85	1,930	
1954	739	532	358	174	97	110	2,207	
1959	844	586	344	242	120	137	2,476	
1964	989	663	357	306	153	173	2,800	
1969	1,289	847	427	420	226	216	3,391	
1974	1,471	958	334	623	275	238	3,738	
1975	1,550	1,035	329	706	280	235	3,671	
1976	1,562	1,045	321	724	283	234	3,779	
1977	1,576	1,065	323	742	278	234	3,885	
1978	1,583	1,069	323	746	280	234	3,997	
1979	1,554	1,050	323	727	276	227	4,010	
1980 P	1,561	1,081	330	751	266	213	3,880	
1981 est.	1,562	1,097	345	752	259	206	3,891	

(See footnotes on the next page.)

TABLE 1--GOVERNMENT EXPENDITURE, FROM OWN FUNDS,<sup>1/</sup> SELECTED YEARS 1929-1981  
(The Dominant Federal Role in the Public Sector)

(Continued from previous page.)

p--Preliminary. est.--Estimated.

1/ National Income and Product Accounts.

2/ National defense, international affairs and finance and space research and technology. Also includes the estimated portion of net interest attributable to these functions.

3/ Includes Social Security (OASDHI) and all federal aid to state and local governments, including general revenue sharing payments.

4/ The National Income and Product Accounts do not report state and local government data separately. The state-local expenditure totals (National Income Accounts) were allocated between levels of government on the basis of ratios computed from data reported by the U.S. Bureau of the Census in the annual governmental finance series.

5/ Based on the Consumer Price Index.

Source: ACIR staff computations based on U.S. Department of Commerce, Bureau of Economic Analysis, The National Income and Product Accounts of the United States, 1929-76: Statistical Tables and Survey of Current Business, various years; U.S. Bureau of Census, Government Finances, annually; Budget of the United States Government, various years; Fiscal Year 1982 Budget Revisions; unpublished budget data; Economic Report of the President, January 1981; and ACIR staff estimates.

TABLE 2--GOVERNMENT EXPENDITURE, AFTER INTERGOVERNMENTAL TRANSFERS,<sup>1/</sup>  
SELECTED YEARS 1929-1981

Calendar Year	Total Public Sector	Federal					Local <sup>4/</sup>	Exhibits:
		Total	Defense <sup>2/</sup>	Domestic <sup>3/</sup>	State <sup>4/</sup>	Gross National Product and Per Capita Personal Income		
Amount (Billions of Current Dollars)								GNP (In Billions)
1929	\$10.2	\$2.5	\$1.1	\$1.4	\$1.7	\$6.1	\$103.4	
1939	17.4	7.9	1.5	6.4	3.0	6.6	90.8	
1949	59.3	39.1	21.9	17.2	7.7	12.5	258.0	
1954	97.0	66.9	46.9	20.0	10.7	19.4	366.8	
1959	131.0	84.1	53.2	30.9	17.5	29.4	487.9	
1964	176.3	107.8	63.4	44.4	25.3	43.2	637.7	
1969	286.8	168.1	94.6	73.5	44.9	73.8	944.0	
1974	459.9	255.4	104.0	151.4	77.9	126.6	1,434.2	
1975	534.2	302.0	112.8	189.2	90.3	141.9	1,549.2	
1976	574.9	323.7	117.8	205.9	101.7	149.5	1,718.0	
1977	624.0	354.0	127.2	226.8	107.9	162.1	1,918.0	
1978	681.9	383.4	138.4	245.0	118.1	180.4	2,156.1	
1979	753.2	428.8	155.7	273.1	129.2	195.2	2,413.9	
1980 P	869.0	514.0	183.0	331.0	142.9	212.1	2,626.1	
1981 est.	975.5	595.8	214.4	381.4	154.5	225.2	2,925.0	
As a Percent of GNP								P/C Personal Income
1929	9.9	2.4	1.1	1.4	1.6	5.9	\$698	
1939	19.2	8.7	1.7	7.0	3.3	7.3	553	
1949	23.0	15.2	8.5	6.7	3.0	4.8	1,378	
1954	26.4	18.2	12.8	5.5	2.9	5.3	1,776	
1959	26.8	17.2	10.9	6.3	3.6	6.0	2,162	
1964	27.6	16.9	9.9	7.0	4.0	6.8	2,602	
1969	30.4	17.8	10.0	7.8	4.8	7.8	3,724	
1974	32.1	17.8	7.3	10.6	5.4	8.8	5,522	
1975	34.5	19.5	7.3	12.2	5.8	9.2	5,917	
1976	33.5	18.8	6.9	12.0	5.9	8.7	6,444	
1977	32.5	18.5	6.6	11.8	5.6	8.5	7,052	
1978	31.6	17.8	6.4	11.4	5.5	8.4	7,810	
1979	31.2	17.8	6.5	11.3	5.4	8.1	8,718	
1980 P	33.1	19.6	7.0	12.6	5.4	8.1	9,577	
1981 est.	33.4	20.4	7.3	13.0	5.3	7.7	10,672	
Per Capita in Constant Dollars (1967 Dollars) <sup>5/</sup>								
1929	\$163	\$40	\$18	\$22	\$27	\$97		
1939	320	145	28	118	55	121		
1949	555	366	205	161	72	117		
1954	739	510	357	152	82	148		
1959	844	542	343	199	113	189		
1964	989	605	356	249	142	242		
1969	1,289	755	425	330	202	332		
1974	1,471	817	333	484	249	405		
1975	1,550	876	327	549	262	412		
1976	1,562	879	320	559	276	406		
1977	1,576	894	321	572	273	409		
1978	1,583	890	321	569	274	419		
1979	1,554	885	321	563	267	403		
1980 P	1,561	923	329	595	257	381		
1981 est.	1,562	954	343	611	247	361		

(See footnotes on next page.)

TABLE 2--GOVERNMENT EXPENDITURE, AFTER INTERGOVERNMENTAL TRANSFERS,<sup>1/</sup>  
SELECTED YEARS 1929-1981

(Continued from previous page.)

P--Preliminary. est.--Estimated.

- 1/ National Income and Product Accounts.
- 2/ National defense, international affairs and finance and space research and technology. Also includes the estimated portion of net interest attributable to these functions.
- 3/ Includes Social Security (OASDHI). All federal aid to state and local governments, including general revenue sharing payments included as state and local expenditure.
- 4/ The National Income and Product Accounts do not report state and local government data separately. The state-local expenditure totals (National Income Accounts) were allocated between levels of government on the basis of ratios computed from data reported by the U.S. Bureau of the Census in the annual governmental finance series.
- 5/ Based on the Consumer Price Index.

Source: ACIR staff computations based on U.S. Department of Commerce, Bureau of Economic Analysis, The National Income and Product Accounts of the United States, 1929-76: Statistical Tables and Survey of Current Business, various years; U.S. Bureau of the Census, Governmental Finances, annually; Budget of the United States Government, various years; Fiscal Year 1982 Budget Revisions; unpublished budget data; Economic Report of the President, January 1981, and ACIR staff estimates.

TABLE 3--FEDERAL DOMESTIC EXPENDITURE,<sup>1/</sup> SELECTED YEARS 1929-1981

Calendar Year	Federal Domestic Expenditure			Federal Domestic Expenditure		
	Social Security (OASDHI)	Federal Aid <sup>2/</sup>	All Other <sup>3/</sup>	Social Security (OASDHI)	Federal Aid <sup>2/</sup>	All Other <sup>3/</sup>
	Amount (In Billions)			As a Percent of GNP		
1929	\$ --	\$0.1	\$1.4	--	0.1	1.4
1939	*	1.0	6.4	**	1.1	7.0
1949	0.7	2.2	16.4	0.3	0.9	6.4
1954	3.7	2.9	16.2	1.0	0.8	4.4
1959	10.4	6.8	20.4	2.1	1.4	4.2
1964	16.5	10.4	27.6	2.6	1.6	4.3
1969	34.0	20.3	39.1	3.6	2.2	4.1
1974	72.1	43.9	78.8	5.0	3.1	5.5
1975	83.5	54.6	105.2	5.4	3.5	6.8
1976	95.2	61.1	110.2	5.5	3.6	6.4
1977	107.4	67.5	118.7	5.6	3.5	6.2
1978	119.0	77.3	125.2	5.5	3.6	5.8
1979	134.7	80.4	137.5	5.6	3.3	5.7
1980 P	157.0	88.0	173.0	6.0	3.4	6.6
1981 est.	180.0	89.2	200.3	6.2	3.0	6.8
	Percentage Distribution			Per Capita in Constant Dollars (1967 Dollars) <sup>4/</sup>		
1929	--	6.7	93.3	\$--	\$2	\$22
1939	**	13.5	86.5	***	18	118
1949	3.6	11.4	85.0	6	21	153
1954	16.2	12.7	71.1	28	22	123
1959	27.7	18.1	54.3	67	44	131
1964	30.3	19.1	50.6	93	58	155
1969	36.4	21.7	41.9	153	91	176
1974	37.0	22.5	40.5	231	140	252
1975	34.3	22.4	43.2	242	158	305
1976	35.7	22.9	41.4	259	166	299
1977	36.6	23.0	40.4	271	171	300
1978	37.0	24.0	38.9	276	179	291
1979	38.2	22.8	39.0	278	166	284
1980 P	37.6	21.1	41.4	282	158	311
1981 est.	38.3	19.0	42.7	288	143	321

\*Less than \$50 million.  
 \*\*Less than 0.05 percent.  
 \*\*\*Less than 0.5 dollars.

P--Preliminary.  
 est.--Estimated.

1/ National Income and Product Accounts.

2/ Federal aid under this series "National Income Account," differs slightly from the Federal payments (Census) series used in a subsequent table showing federal aid by major purpose. The major difference is the inclusion of federal payments for low-rent public housing (est. at \$3.5 billion in 1980) in the Census series but excluded by definition from this series. Includes federal general revenue sharing.

3/ Includes direct federal expenditure for education; public assistance and relief, veterans benefits and services; commerce, transportation, and housing, etc.

4/ Based on the Consumer Price Index.

Source: ACIR staff compilation based on U.S. Department of Commerce, Bureau of Economic Analysis, The National Income and Product Accounts of the United States, 1929-1976: Statistical Tables, and Survey of Current Business, annually; Budget of the United States Government, various years; Fiscal Year 1982 Budget Revisions; unpublished budget data; and ACIR staff estimates.



TABLE 4--THE STATE-LOCAL SECTOR TURNAROUND  
(State and Local Government Expenditure,<sup>1/</sup> as a Percent  
of Gross National Product, Selected Years 1949-1981)

Calendar Year	Total State and Local Expenditure	Federal Aid	State-Local Expenditure From Own Funds	
			State <sup>2/</sup>	Local <sup>2/</sup>
1949	7.8	0.9	3.4	3.5
1959	9.6	1.4	3.8	4.4
1969	12.6	2.2	5.3	5.1
1974	14.3	3.1	6.0	5.2
1975	14.9	3.5	6.2	5.2
1976	14.7	3.6	6.1	5.0
1977	14.0	3.5	5.7	4.8
1978	13.9	3.6	5.6	4.7
1979	13.5	3.3	5.6	4.6
1980	13.5	3.4	5.6	4.5
1981 est.	12.9	3.0	5.5	4.4

<sup>1/</sup> National Income and Product Accounts. Includes federal aid.

<sup>2/</sup> The National Income and Product Accounts do not report state and local government data separately. The state-local expenditure totals (National Income Accounts) were allocated between levels of government on the basis of ratios computed from data reported by the U.S. Bureau of the Census in the annual governmental finance series.

Source: Tables 1 and 3.

TABLE 5--A COMPARISON OF THE GROWTH IN PERSONAL INCOME AND PUBLIC SECTOR EXPENDITURE 1/, FROM OWN FUNDS (Annual Average Increase in Per Capita Income and Expenditure, Selected Periods 1949-1981)

Period	Personal Income	Public Sector Expenditure						Federal Aid	Exhibit:
		Total	Federal				Local 4/		
			Total	Defense 2/	Domestic 3/	State 4/			
1949-1954	5.2	8.5	9.2	14.4	1.7	5.7	7.8	3.7	
1954-1959	4.0	4.4	3.6	0.8	8.6	6.1	6.2	16.7	
1959-1964	3.8	4.5	3.8	2.0	6.1	6.2	6.1	1.5	
1964-1969	7.4	9.0	8.6	7.2	10.2	11.8	8.0	18.9	
1969-1974	8.2	9.0	8.7	1.0	14.8	10.4	8.2	15.7	
1974-1979	9.6	9.2	10.1	7.3	11.4	8.1	7.0	11.8	
1979-1980 P	9.9	14.1	16.9	16.2	17.2	9.3	6.9	8.0	
1980-1981 est.	11.4	11.2	12.7	15.9	11.3	8.2	7.0	0.5	
1949-1980 P	6.5	7.6	7.6	5.7	9.0	8.4	7.4	11.1	

P - Preliminary

Est. - Estimated

1/ National Income and Product Accounts.

2/ National defense, international affairs and finance and space research and technology. Also includes the estimated portion of net interest attributable to these functions.

3/ Includes Social Security (OASDHI) and all federal aid to state and local governments, including general revenue sharing payments.

4/ The National Income and Product Accounts do not report state and local government data separately. The state-local expenditure totals (National Income Accounts) were allocated between levels of government on the basis of ratios computed from data reported by the U.S. Bureau of the Census in the annual governmental finance series.

Source: ACIR staff computations based on U.S. Department of Commerce, Bureau of Economic Analysis, The National Income and Product Accounts of the United States, 1929-76: Statistical Tables and Survey of Current Business, various years; U.S. Bureau of the Census, Governmental Finances, annually; Budget of the United States Government, various years; Economic Report of the President, January 1981; and ACIR staff estimates.

TABLE 6--RATIOS OF THE ANNUAL AVERAGE INCREASE IN PER CAPITA PUBLIC SECTOR EXPENDITURE, FROM OWN FUNDS, TO THE INCREASE IN PER CAPITA PERSONAL INCOME, SELECTED PERIODS 1949-1981

Period	Public Sector Expenditure						Federal Aid	Exhibit:
	Total	Federal				Local		
		Total	Defense	Domestic	State			
1949-1954	1.63	1.77	2.77	(0.33)	1.10	1.50	(0.71)	
1954-1959	1.10	(0.90)	(0.20)	2.15	1.52	1.55	4.18	
1959-1964	1.18	1.00	(0.53)	1.61	1.63	1.61	(0.39)	
1964-1969	1.22	1.16	(0.97)	1.38	1.59	1.08	2.55	
1969-1974	1.10	1.06	(0.12)	1.80	1.27	1.00	1.91	
1974-1979	(0.96)	1.05	(0.76)	1.19	(0.84)	(0.73)	1.23	
1979-1980 P	1.42	1.71	1.64	1.74	(0.94)	(0.70)	(0.81)	
1980-1981 est.	(0.98)	1.11	1.39	(0.99)	(0.72)	(0.61)	(0.04)	
1949-1980 P	1.17	1.17	(0.88)	1.38	1.29	1.14	1.71	

Source: Table 5.

TABLE 7--A COMPARISON OF THE GROWTH IN PERSONAL INCOME AND PUBLIC SECTOR EXPENDITURE,<sup>1/</sup> AFTER INTERGOVERNMENTAL TRANSFERS

(Annual Average Increase in Per Capita Income and Expenditure, Selected Periods 1949-1981)

Period	Personal Income	Public Sector Expenditure						Exhibit: Federal Aid
		Total	Federal				Local 4/	
			Total	Defense 2/	Domestic 3/	State 4/		
1949-1954	5.2	8.5	9.5	14.6	1.4	5.3	7.5	3.7
1954-1959	4.0	4.4	2.9	0.8	7.2	8.2	6.8	16.7
1959-1961	3.8	4.5	3.5	2.0	5.8	6.1	6.4	1.5
1964-1969	7.4	9.0	8.1	7.2	9.5	11.0	10.1	18.9
1969-1974	8.2	9.0	7.8	1.0	14.5	10.6	10.4	15.7
1974-1979	9.6	9.2	9.8	7.3	11.4	9.5	7.9	11.8
1979-1980 P	9.9	14.1	18.5	16.2	19.8	9.5	7.4	8.0
1980-1981 est.	11.4	11.2	14.8	16.2	14.1	7.1	5.2	0.5
1949-1980	6.5	7.6	7.2	5.7	8.6	8.5	8.1	11.1

P - Preliminary.  
Est. - Estimated.

1/ National Income and Product Accounts.

2/ National defense, international affairs and finance and space research and technology. Also includes the estimated portion of net interest attributable to these functions.

3/ Includes Social Security (OASDHI). All federal aid to state and local governments, including general revenue sharing payments, included as state and local expenditure.

4/ The National Income and Product Accounts do not report state and local government data separately. The state-local expenditure totals (National Income Accounts) were allocated between levels of government on the basis of ratios computed from data reported by the U.S. Bureau of the Census in the annual governmental finance series.

Source: ACIR staff computations based on U.S. Department of Commerce, Bureau of Economic Analysis, The National Income and Product Accounts of the United States, 1929-76: Statistical Tables and Survey of Current Business, various years; U.S. Bureau of the Census, Governmental Finances, annually; Budget of the United States Government, various years; Economic Report of The President, January 1981; and ACIR staff estimates.

TABLE 8--RATIOS OF THE ANNUAL AVERAGE INCREASE IN PER CAPITA PUBLIC SECTOR, EXPENDITURE, AFTER INTERGOVERNMENTAL TRANSFERS, TO THE INCREASE IN PER CAPITA PERSONAL INCOME, SELECTED PERIODS 1949-1981

Period	Public Sector Expenditure						Exhibit: Federal Aid
	Total	Federal				Local	
		Total	Defense	Domestic	State		
1949-1954	1.63	1.83	2.81	(0.23)	1.02	1.44	(0.71)
1954-1959	1.10	(0.72)	(0.20)	1.80	2.05	1.70	4.18
1959-1964	1.18	(0.92)	(0.53)	1.53	1.61	1.68	(0.39)
1964-1969	1.22	1.09	(0.97)	1.28	1.49	1.36	2.55
1969-1974	1.10	(0.95)	(0.12)	1.77	1.29	1.27	1.91
1974-1979	(0.96)	1.02	(0.76)	1.19	(0.99)	(0.82)	1.23
1979-1980 P	1.42	1.87	(0.90)	2.00	(0.96)	(0.75)	(0.81)
1980 1981 est.	(0.98)	1.30	1.42	1.24	(0.62)	(0.46)	(0.04)
1949-1980 P	1.17	1.11	(0.88)	1.32	1.31	1.25	1.71

Source: Table 7.

TABLE 9--SOCIAL WELFARE EXPENDITURES UNDER PUBLIC PROGRAMS,  
SELECTED FISCAL YEARS 1950 THROUGH 1979  
(In Millions, Except Percentages)

Fiscal Year	Total Social Welfare <sup>1/</sup>	Social Insurance	Public Aid	Health and Medical Programs	Veterans' Programs	Education	Housing	Other Social Welfare <sup>2/</sup>	All Health and Medical Care <sup>3/</sup>	Total Social Welfare as Percent of--	
										Gross National Product	Government Expenditures for all Purposes <sup>4/</sup>
<b>Total</b>											
1950	\$23,508	\$4,947	\$2,496	\$2,064	\$6,866	\$6,674	\$15	\$448	\$3,065	8.9	37.4
1955	32,640	9,835	3,003	3,103	4,834	11,157	89	619	4,421	8.6	32.7
1960	52,293	19,307	4,101	4,464	5,479	17,626	177	1,139	6,395	10.5	38.4
1965	77,175	28,123	6,283	6,246	6,031	28,108	318	2,066	9,535	11.7	42.2
1970	145,856	54,691	16,488	9,907	9,078	50,845	701	4,145	25,391	15.2	48.2
1975	290,047	123,013	41,326	17,708	17,019	80,863	3,172	6,947	51,673	20.0	57.4
1976	332,385	145,703	48,693	19,392	19,005	87,749	3,371	8,472	59,979	20.4	60.3
1977	360,925	160,883	53,266	20,409	19,015	93,921	4,358	9,071	67,704	19.6	59.4
1978	394,382	174,935	59,394	22,930	19,744	101,592	5,225	10,563	76,928	19.3	57.8
1979 <sup>5/</sup>	428,401	193,588	64,649	24,496	20,523	108,279	6,226	10,640	86,240	18.5	56.8
<b>Federal</b>											
1950	10,541	2,103	1,103	604	6,386	157	15	174	1,362	4.0	26.2
1955	14,623	6,385	1,504	1,150	4,772	485	75	252	1,948	3.9	22.3
1960	24,957	14,307	2,117	1,737	5,367	868	144	417	2,918	5.0	28.1
1965	37,712	21,807	3,594	2,781	6,011	2,470	238	812	4,625	5.7	32.6
1970	77,337	45,246	9,649	4,775	8,952	5,876	582	2,259	16,600	8.1	40.1
1975	167,436	99,715	27,205	8,513	16,570	8,629	2,541	4,264	34,125	11.5	53.8
1976	197,407	119,600	32,527	9,909	18,843	9,023	2,906	4,598	41,010	12.1	57.0
1977	218,407	134,745	35,399	10,182	18,861	9,745	4,006	5,470	46,476	11.9	56.3
1978	240,121	147,252	40,013	11,566	19,570	10,884	4,887	5,949	52,960	11.8	55.3
1979 <sup>5/</sup>	264,186	163,744	43,612	12,150	20,333	12,097	5,802	6,449	59,437	11.4	55.0
<b>State and Local</b>											
1950	12,967	2,844	1,393	1,460	480	6,517	--	274	1,704	4.9	59.2
1955	18,017	3,450	1,499	1,953	62	10,672	15	367	2,473	4.7	55.3
1960	27,337	4,999	1,984	2,727	112	16,758	33	723	3,478	5.5	60.1
1965	39,464	6,316	2,690	3,466	20	25,638	80	1,254	4,911	6.0	60.4
1970	68,519	9,446	6,839	5,132	126	44,970	120	1,886	8,791	7.1	64.0
1975	122,612	23,298	14,122	9,195	449	72,234	631	2,683	17,581	8.4	63.7
1976	134,978	26,103	16,165	9,483	162	78,726	465	3,874	19,047	8.3	66.2
1977	142,519	26,139	17,867	10,227	155	84,176	353	3,602	21,303	7.8	65.6
1978	154,261	27,683	19,381	11,364	174	90,708	337	4,614	24,042	7.6	62.7
1979 <sup>5/</sup>	164,215	29,844	21,037	12,346	190	96,182	424	4,192	26,868	7.1	60.4
<b>State and Local as a Percentage of Total</b>											
1950	55.2	57.5	55.8	70.7	7.0	97.6	0	61.2	55.6	55.1	
1955	55.2	35.1	49.9	62.9	1.3	95.7	16.9	59.3	55.9	54.7	
1960	52.3	17.8	48.4	61.1	2.0	95.1	18.6	63.5	54.4	52.4	
1965	51.1	22.5	42.8	55.5	0.3	91.2	25.2	60.7	51.5	51.3	
1970	47.0	17.3	41.5	51.8	1.4	88.4	17.1	45.5	34.6	46.7	
1975	42.3	18.9	33.2	52.0	2.6	89.3	19.9	43.4	32.9	42.2	
1976	40.6	17.9	32.2	48.8	0.9	89.7	13.8	49.2	31.2	40.7	
1977	39.6	16.2	33.1	50.7	0.8	89.4	8.1	42.8	31.5	39.6	
1978	39.0	15.9	31.3	50.2	0.9	89.8	6.4	44.5	31.1	38.9	
1979 <sup>5/</sup>	38.3	15.4	32.5	50.4	0.9	90.7	6.8	39.4	31.2	38.4	

<sup>1/</sup> Represents expenditure under public law and from trust accounts, including administration, capital outlay, and some payments outside the United States.

<sup>2/</sup> Includes outlays for vocational rehabilitation, institutional care, child nutrition and welfare, and social welfare expenditures not elsewhere classified.

<sup>3/</sup> Combines "health and medical programs" with medical services provided in connection with social insurance, public aid, veterans' and "other social welfare" programs.

<sup>4/</sup> Expenditures for that part of workers' compensation and temporary disability insurance payments made through private carriers and self-insurers omitted in computing percentages.

<sup>5/</sup> Preliminary data.

Source: U.S. Department of Health, Education and Welfare, Social Security Administration, Office of Policy, Research and Statistics Note No. 4, June 4, 1981, Public Social Welfare Expenditures, Fiscal Year 1979, by Ann Kaliman Bixby, Division of Retirement and Survivor Studies.

TABLE 10--GOVERNMENT DIRECT GENERAL EXPENDITURE, BY LEVEL AND TYPE OF GOVERNMENT, SELECTED YEARS 1955-1980

Fiscal Year	State and Local Governments									
	Total, Federal, State and Local	Federal Government	Total (State-Local)	State Governments	Local Governments					
					Total	Municipalities	Counties	School Districts	Townships	Special Districts
1. Amount (In Millions)										
1955	\$ 96,796	\$ 63,072	\$ 33,724	\$ 11,190	\$ 22,534	\$ 7,870	\$ 4,629	\$ 8,168	\$1,029	\$ 837
1960	128,600	76,724	51,876	17,945	33,931	11,700	6,600	12,600	1,300	1,700
1965	173,613	99,067	74,546	26,141	48,405	15,758	10,000	18,402	1,886	2,359
1970	275,017	143,685	131,332	48,749	82,582	27,249	17,036	31,483	2,830	3,984
1971	301,096	150,422	150,674	56,478	94,196	31,507	19,827	34,993	3,200	4,669
1972	321,389	154,516	166,873	62,051	104,822	35,187	22,339	38,208	3,810	5,279
1973	344,233	163,147	181,086	67,264	113,822	38,409	24,612	41,067	4,075	5,660
1974	378,925	180,307	198,618	73,950	124,668	41,920	27,083	44,937	4,350	6,379
1975	432,553	203,079	229,474	86,326	143,148	47,964	30,903	52,230	4,918	7,134
1976	476,146	220,595	255,551	95,832	159,720	52,855	35,383	58,222	5,455	7,805
1977	514,001	240,999	273,002	103,535	169,467	54,576	38,768	61,812	5,890	8,421
1978	564,338	268,828	295,510	112,515	182,995	59,034	42,041	66,635	6,407	8,877
1979	630,683	304,659	326,024	124,554	201,470	63,846	46,422	72,312	7,480	11,411
1980	723,094	355,754	367,339	143,718	223,621	70,426	51,383	80,681	7,931	13,199
2. Percentage Distribution										
1955	100.0	65.2	34.8	11.6	23.3	8.1	4.8	8.4	1.1	0.9
1960	100.0	59.7	40.3	14.0	26.4	9.1	5.1	9.8	1.0	1.3
1965	100.0	57.1	42.9	15.1	27.9	9.1	5.8	10.6	1.1	1.4
1970	100.0	52.2	47.8	17.7	30.0	9.9	6.2	11.4	1.0	1.4
1971	100.0	50.0	50.0	18.8	31.3	10.5	6.6	11.6	1.1	1.6
1972	100.0	48.1	51.9	19.3	32.6	10.9	7.0	11.9	1.2	1.6
1973	100.0	47.4	52.6	19.5	33.1	11.2	7.1	11.9	1.2	1.6
1974	100.0	47.6	52.4	19.5	32.9	11.1	7.1	11.9	1.1	1.7
1975	100.0	46.9	53.1	20.0	33.1	11.1	7.1	12.1	1.1	1.6
1976	100.0	46.3	53.7	20.1	33.5	11.1	7.4	12.2	1.1	1.6
1977	100.0	46.9	53.1	20.1	33.0	10.6	7.5	12.0	1.1	1.6
1978	100.0	47.6	52.4	19.9	32.4	10.5	7.4	11.8	1.1	1.6
1979	100.0	48.3	51.7	19.7	31.9	10.1	7.4	11.5	1.2	1.8
1980	100.0	49.2	50.8	19.9	30.9	9.7	7.1	11.2	1.1	1.8

Source: ACIR staff computations based on U.S. Bureau of the Census, Governments Division, various reports

TABLE 11--STATE AND LOCAL DIRECT GENERAL EXPENDITURE IN RELATION TO STATE PERSONAL INCOME, BY STATE AND REGION, SELECTED YEARS, 1942-80

1. Direct General Expenditure as a Percent of Personal Income.

State and Region	1980	1979	1976	1971	1966	1957	1942
United States	19.03	19.08	20.32	18.86	15.57	11.60	7.51
New England							
Connecticut	15.60	15.90	15.77	16.46	12.78	11.31	5.91
Maine	20.47	21.02	21.35	20.04	15.15	12.14	7.90
Massachusetts	20.08	21.16	20.55	18.14	14.16	12.42	7.78
New Hampshire	16.66	16.82	19.68	17.63	14.98	12.83	9.46
Rhode Island	21.01	21.06	20.57	17.78	15.38	10.59	6.29
Vermont	22.63	23.28	25.44	24.91	20.16	14.34	9.07
Mideast							
Delaware	19.83	18.56	20.48	21.57	17.36	8.64	5.42
Dist. of Col.	27.35	26.80	26.38	22.47	14.06	8.90	5.08
Maryland	19.80	20.04	21.03	18.57	14.11	11.15	5.25
New Jersey	17.39	17.96	17.90	15.70	11.82	9.36	7.17
New York	24.08	23.88	26.38	22.71	16.31	11.73	8.63
Pennsylvania	17.36	17.48	18.78	17.45	13.13	9.18	7.64
Great Lakes							
Illinois	16.47	16.14	17.45	15.88	11.72	9.17	6.87
Indiana	14.75	14.63	16.00	15.56	13.56	10.07	6.88
Michigan	20.10	19.74	21.06	18.85	14.96	11.97	7.09
Ohio	16.52	16.44	17.64	14.86	13.01	9.83	6.49
Wisconsin	21.14	21.64	21.82	20.91	17.24	12.34	8.69
Plains							
Iowa	19.29	18.52	18.89	18.90	16.13	12.75	8.52
Kansas	17.14	17.91	18.42	16.96	15.28	14.80	7.46
Minnesota	21.46	21.14	23.70	21.45	17.93	14.04	9.80
Missouri	15.68	15.46	16.47	16.60	13.53	9.70	6.57
Nebraska	17.74	18.73	17.50	17.60	14.83	11.02	7.71
North Dakota	22.21	22.07	20.76	24.55	20.84	17.69	12.34
South Dakota	21.31	20.88	23.11	23.02	19.59	15.43	10.58
Southeast							
Alabama	19.66	19.54	20.18	19.97	18.04	13.38	6.86
Arkansas	18.11	18.53	18.59	18.37	17.63	12.77	6.35
Florida	16.84	17.58	18.01	17.32	16.05	12.77	8.12
Georgia	19.11	19.66	19.26	18.71	15.67	12.97	6.28
Kentucky	20.74	20.44	19.42	19.12	16.75	11.17	6.96
Louisiana	21.53	20.60	23.00	22.42	20.36	17.43	9.84
Mississippi	22.74	22.77	23.82	23.19	20.44	15.49	7.59
North Carolina	18.45	19.04	18.75	16.61	14.93	12.14	6.84
South Carolina	19.13	19.18	21.13	17.30	14.71	12.89	8.70
Tennessee	18.43	18.00	19.22	18.74	16.79	11.43	7.21
Virginia	17.25	17.81	17.91	16.61	14.64	10.84	5.13
West Virginia	21.43	21.28	21.45	21.14	17.43	9.86	9.52
Southwest							
Arizona	20.37	21.34	21.92	20.28	20.16	14.57	8.85
New Mexico	22.98	24.46	23.81	23.18	23.45	16.20	10.13
Oklahoma	17.29	17.64	18.48	19.16	18.48	14.98	9.14
Texas	16.48	16.52	17.39	16.28	14.88	11.44	6.71
Rocky Mountain							
Colorado	18.03	19.19	21.53	19.64	19.24	13.90	9.51
Idaho	18.81	18.85	21.56	20.26	17.65	14.06	9.16
Montana	23.05	23.68	23.41	22.72	20.15	14.86	10.36
Utah	23.98	22.69	23.13	21.79	21.36	13.37	8.64
Wyoming	24.64	24.37	27.56	27.05	27.18	16.11	9.64
Far West							
California	19.04	18.83	22.06	20.86	18.41	12.67	7.21
Nevada	20.20	19.89	22.05	21.39	20.90	14.86	7.25
Oregon	22.14	22.16	23.90	20.99	18.32	13.79	8.76
Washington	19.60	20.04	19.76	22.19	16.86	13.72	8.49
Alaska	54.94	42.09	35.38	40.86	29.49	(9.05)1/	n.a.
Hawaii	22.46	23.09	27.62	25.79	19.95	(15.61)1/	n.a.

TABLE 11--STATE AND LOCAL DIRECT GENERAL EXPENDITURE IN RELATION TO STATE PERSONAL INCOME, BY STATE AND REGION, SELECTED YEARS, 1942-80

2. State Percent Related to U.S. Average (U.S. = 100.0).

State and Region	1980	1979	1976	1971	1966	1957	1942
United States	100.0	100.0	100.0	100.0	100.0	100.0	100.0
<b>New England</b>							
Connecticut	82.0	83.3	77.6	87.3	82.1	97.5	78.7
Maine	107.6	110.2	105.1	106.3	97.3	104.7	105.2
Massachusetts	105.5	110.9	101.1	96.2	90.9	107.1	103.6
New Hampshire	87.5	88.2	96.9	93.5	96.2	110.6	126.0
Rhode Island	110.4	110.4	101.2	94.3	98.8	91.3	83.8
Vermont	118.9	122.0	125.2	132.1	129.5	123.6	120.8
<b>Mideast</b>							
Delaware	104.2	97.3	100.8	114.4	111.5	74.5	72.2
Dist. of Col.	143.7	140.5	129.8	119.1	90.3	76.7	67.6
Maryland	104.0	105.0	103.5	98.5	90.6	96.1	69.9
New Jersey	91.4	94.1	88.1	83.2	75.9	80.7	95.5
New York	126.5	125.2	129.8	120.4	104.8	101.1	114.9
Pennsylvania	91.2	91.6	92.4	92.5	84.3	79.1	101.7
<b>Great Lakes</b>							
Illinois	86.5	84.6	85.9	84.2	75.3	79.1	91.5
Indiana	77.5	76.7	78.7	82.5	87.1	86.8	91.6
Michigan	105.6	103.5	103.6	99.9	96.1	103.2	94.4
Ohio	86.8	86.2	86.8	78.8	83.6	84.7	86.4
Wisconsin	111.1	113.4	107.4	110.9	110.7	106.4	115.7
<b>Plains</b>							
Iowa	101.4	97.1	93.0	100.2	103.6	109.9	113.4
Kansas	90.1	93.9	90.6	89.9	98.1	127.6	99.3
Minnesota	112.8	110.8	116.6	113.7	115.2	121.0	130.5
Missouri	82.4	81.0	81.1	88.0	86.9	83.6	87.5
Nebraska	93.2	98.2	86.1	93.3	95.2	95.0	102.7
North Dakota	116.7	115.7	102.2	130.2	133.8	152.5	164.3
South Dakota	112.0	109.4	113.7	122.1	125.8	133.0	140.9
<b>Southeast</b>							
Alabama	103.3	102.4	99.8	105.9	115.9	115.3	91.3
Arkansas	95.2	97.1	91.5	97.4	113.2	110.1	84.6
Florida	88.5	92.1	88.6	91.8	103.1	110.1	108.1
Georgia	100.4	103.0	94.8	99.2	100.6	111.8	83.6
Kentucky	109.0	107.1	95.6	101.4	107.6	96.3	92.7
Louisiana	113.1	108.0	113.2	118.9	130.8	150.3	131.0
Mississippi	119.5	119.3	117.2	123.0	131.3	133.5	101.1
North Carolina	97.0	99.8	92.3	88.1	95.9	104.7	91.1
South Carolina	100.5	100.5	104.0	91.7	94.5	111.1	115.8
Tennessee	96.8	94.3	94.6	99.4	107.8	98.5	96.0
Virginia	90.6	93.3	88.1	88.1	94.0	93.4	68.3
West Virginia	112.6	111.5	105.6	112.1	111.9	85.0	128.8
<b>Southwest</b>							
Arizona	107.0	111.8	107.9	107.5	129.5	125.6	117.8
New Mexico	120.8	128.2	117.2	122.9	150.6	139.7	134.9
Oklahoma	90.9	92.5	90.9	101.6	118.7	129.1	121.7
Texas	86.6	86.6	85.6	86.3	95.6	98.6	89.3
<b>Rocky Mountain</b>							
Colorado	94.7	100.6	106.0	104.1	123.6	119.8	126.6
Idaho	98.8	98.8	106.1	107.4	113.4	121.2	122.0
Montana	121.1	124.1	115.2	120.5	129.4	128.1	137.9
Utah	126.0	118.9	113.8	115.5	137.2	115.3	115.0
Wyoming	129.5	127.7	135.6	143.4	174.6	138.9	128.4
<b>Far West</b>							
California	100.1	98.7	108.6	110.6	118.2	109.2	96.0
Nevada	106.1	104.2	108.5	113.4	134.2	128.1	96.5
Oregon	116.3	116.1	117.6	111.3	117.7	118.9	116.6
Washington	103.0	105.0	97.2	117.7	108.3	118.3	113.0
Alaska	288.7	220.6	174.1	216.6	189.4	(78.0) <sup>1/</sup>	n.a.
Hawaii	118.0	121.0	135.9	136.7	128.1	(134.6) <sup>1/</sup>	n.a.

n.a. - Not available.

<sup>1/</sup> Prior to statehood and excluded from United States total.

Source: ACIR staff compilation based on various reports of the Governments Division, U. S. Bureau of the Census.

TABLE 12--DIRECT GENERAL EXPENDITURE OF STATE AND LOCAL GOVERNMENTS  
PER CAPITA AND PER \$1,000 OF PERSONAL INCOME, BY STATE, 1979-80

State and Region	Per Capita		Per \$1,000 of Personal Income	
	Amount	As a Percent of U.S. Average	Amount	As a Percent of U.S. Average
United States	\$1,622	100	\$190	100
<b>New England</b>	<b>1,580</b>	<b>97</b>	<b>194</b>	<b>102</b>
Connecticut	1,583	98	155	82
Maine	1,405	87	205	108
Massachusetts	1,796	111	201	106
New Hampshire	1,340	83	167	88
Rhode Island	1,754	108	210	111
Vermont	1,600	99	226	119
<b>Mideast</b>	<b>1,992</b>	<b>123</b>	<b>210</b>	<b>111</b>
Delaware	1,809	112	198	104
Dist. of Col.	2,973	183	274	144
Maryland	1,809	112	198	104
New Jersey	1,688	104	174	92
New York	2,204	136	241	127
Pennsylvania	1,469	91	174	92
<b>Great Lakes</b>	<b>1,588</b>	<b>98</b>	<b>178</b>	<b>94</b>
Illinois	1,587	98	165	87
Indiana	1,243	76	148	78
Michigan	1,880	116	201	106
Ohio	1,431	88	165	87
Wisconsin	1,799	111	211	111
<b>Plains</b>	<b>1,631</b>	<b>101</b>	<b>193</b>	<b>102</b>
Iowa	1,686	104	193	102
Kansas	1,586	98	171	90
Minnesota	1,894	117	215	113
Missouri	1,280	79	157	83
Nebraska	1,544	95	177	93
North Dakota	1,840	113	222	117
South Dakota	1,586	98	213	112
<b>Southeast</b>	<b>1,368</b>	<b>84</b>	<b>194</b>	<b>102</b>
Alabama	1,326	82	197	104
Arkansas	1,200	74	181	95
Florida	1,309	81	168	88
Georgia	1,366	84	191	101
Kentucky	1,477	91	207	109
Louisiana	1,560	96	215	113
Mississippi	1,354	83	227	119
North Carolina	1,301	80	185	97
South Carolina	1,269	78	191	101
Tennessee	1,291	80	184	97
Virginia	1,440	89	173	91
West Virginia	1,521	94	214	113
<b>Southwest</b>	<b>1,493</b>	<b>92</b>	<b>193</b>	<b>102</b>
Arizona	1,547	95	204	107
New Mexico	1,658	102	230	121
Oklahoma	1,406	87	173	91
Texas	1,362	84	165	87
<b>Rocky Mountain</b>	<b>1,733</b>	<b>107</b>	<b>217</b>	<b>114</b>
Colorado	1,578	97	180	95
Idaho	1,366	84	188	99
Montana	1,769	109	230	121
Utah	1,615	100	240	126
Wyoming	2,335	144	246	129
<b>Far West<sup>1/</sup></b>	<b>1,846</b>	<b>114</b>	<b>202</b>	<b>106</b>
California	1,834	113	190	100
Nevada	1,867	115	202	106
Oregon	1,899	117	221	116
Washington	1,782	110	196	103
Alaska	6,257	386	549	289
Hawaii	1,945	120	225	118

Note: Regional totals are unweighted averages.

<sup>1/</sup> Excluding Alaska and Hawaii.

Source: ACIR staff compilation based on U.S. Bureau of the Census, Governmental Finances in 1979-80.



TABLE 13--PERCENTAGE OF STATE-LOCAL GENERAL EXPENDITURE FROM OWN REVENUE SOURCES, FINANCED BY STATE GOVERNMENTS, BY STATE, SELECTED YEARS 1942-1979

State and Region	1979	1975	1971	1966	1957	1942
<b>United States</b>	56.8	55.0	52.7	47.8	46.8	44.3
<b>New England</b>	59.7	60.3	59.3	49.3	51.1	41.1
Maine	64.9	68.0	60.7	51.0	51.5	48.5
New Hampshire	50.5	51.0	51.0	44.0	48.1	42.8
Vermont	68.7	68.9	72.8	57.9	55.3	49.5
Massachusetts	54.3	56.8	50.0	40.1	46.7	35.8
Rhode Island	64.8	62.4	64.7	54.6	49.9	31.2
Connecticut	54.8	54.5	56.4	47.9	55.1	38.9
<b>Midwest</b>	58.3	58.4	54.7	48.0	49.1	44.1
New York	45.1	47.4	47.0	45.8	37.9	35.7
New Jersey	51.4	46.6	43.1	27.7	30.2	27.9
Pennsylvania	55.5	63.3	59.2	48.1	47.4	46.1
Delaware	79.6	75.7	69.9	66.4	78.0	68.8
Maryland	60.0	59.0	54.3	52.2	52.2	42.2
<b>Great Lakes</b>	57.2	56.6	51.1	47.5	45.1	46.3
Michigan	57.3	54.3	52.8	49.5	53.8	49.4
Ohio	52.9	51.8	42.9	41.3	43.5	52.3
Indiana	60.6	58.1	51.5	50.9	48.4	48.2
Illinois	54.4	55.7	51.1	41.4	34.7	34.2
Wisconsin	60.7	63.3	57.2	54.3	45.0	47.5
<b>Plains</b>	56.7	53.7	50.5	44.3	44.8	46.2
Minnesota	64.2	56.5	54.9	43.1	42.4	50.2
Iowa	59.7	56.8	50.5	44.0	47.3	45.8
Missouri	52.0	50.6	44.7	44.7	41.5	44.0
North Dakota	65.2	64.0	60.6	52.2	52.4	58.2
South Dakota	54.3	52.1	48.8	45.4	44.2	43.2
Nebraska	48.6	44.0	44.2	35.5	37.5	37.8
Kansas	52.6	51.7	49.6	44.9	48.3	44.4
<b>Southeast</b>	64.5	64.4	61.8	58.6	59.6	58.4
Virginia	59.2	58.8	56.6	52.2	55.3	58.0
West Virginia	76.2	71.0	71.3	68.4	65.2	66.4
Kentucky	75.6	67.9	67.7	62.8	55.3	52.1
Tennessee	54.7	55.6	52.8	55.0	55.4	49.6
North Carolina	68.3	67.9	70.2	63.7	61.8	62.9
South Carolina	66.0	72.8	65.8	64.9	64.9	67.8
Georgia	57.3	54.6	54.3	51.8	55.7	50.0
Florida	51.7	53.5	50.9	45.7	48.7	47.6
Alabama	64.5	62.5	64.0	61.2	61.8	55.4
Mississippi	65.7	69.3	65.4	54.5	59.6	59.5
Louisiana	66.3	69.2	65.0	66.8	70.1	66.8
Arkansas	68.3	69.9	57.0	56.0	61.5	64.6
<b>Southwest</b>	61.2	60.7	61.9	56.8	57.7	64.6
Oklahoma	63.5	58.7	63.6	59.8	63.6	60.6
Texas	49.8	50.1	50.0	45.0	42.2	47.6
New Mexico	76.4	72.5	74.9	70.0	72.3	77.7
Arizona	55.0	61.6	59.2	52.3	52.7	72.7
<b>Rocky Mountain</b>	56.8	54.0	56.8	52.0	47.2	47.0
Montana	52.5	49.2	52.2	46.2	42.5	40.0
Idaho	63.1	60.4	61.9	54.4	47.0	45.5
Wyoming	54.9	45.9	51.5	53.5	48.5	48.6
Colorado	50.5	50.9	52.9	45.7	47.9	47.6
Utah	63.2	63.8	65.3	60.2	49.9	53.5
<b>Far West<sup>1/</sup></b>	55.6	50.9	51.6	48.6	50.7	39.5
Washington	60.5	57.8	62.6	57.3	60.7	46.4
Oregon	52.8	49.5	51.3	49.4	50.0	34.8
Nevada	45.9	47.6	45.0	42.2	49.1	35.5
California	63.2	48.7	47.6	45.3	43.1	41.2
Alaska	70.5	76.5	78.9	64.9	56.9	n.a.
Hawaii	84.5	78.5	77.7	69.5	72.2	n.a.

n.a.--Not available.

Note: Regional percentages are unweighted averages.

<sup>1/</sup> Excluding Alaska and Hawaii.

Source: U.S. Bureau of the Census, Historical Statistics on Governmental Finances and Employment, 1962 Census of Governments, Vol. VI, No. 4, and Governmental Finances, annually.

TABLE 14--STATE PERCENTAGE OF STATE-LOCAL GENERAL EXPENDITURE, FROM OWN REVENUE SOURCE, TOTAL AND FOR SELECTED FUNCTIONS, BY STATE, 1978-79

Total General Expenditure	Local Education	Public Welfare <sup>1/</sup> (Including Medicaid)	Health & Hospitals <sup>1/</sup>	Highways	
Hawaii	84.5	Hawaii 95.5	Illinois 100.0	Rhode Island 100.0	South Carolina 97.0
Delaware	79.6	Kentucky 79.7	Missouri 100.0	North Dakota 99.7	Maryland 94.0
New Mexico	76.4	Alaska 78.6	Washington 100.0	Delaware 98.6	West Virginia 93.3
West Virginia	76.2	New Mexico 77.4	Alaska 99.0	Hawaii 97.9	Arkansas 90.1
Kentucky	75.6	Alabama 76.6	Vermont 98.7	Vermont 96.4	Kentucky 87.7
Alaska	70.5	North Carolina 74.5	Hawaii 98.6	New Hampshire 91.5	North Carolina 84.8
Vermont	68.7	Delaware 73.9	Delaware 98.2	Connecticut 89.5	Indiana 83.9
Arkansas	68.3	California 73.1	Maryland 98.1	Alaska 82.9	Virginia 83.6
North Carolina	68.3	Mississippi 69.5	West Virginia 98.0	Virginia 77.9	Idaho 82.1
Louisiana	66.3	West Virginia 67.9	California 97.3	Pennsylvania 77.6	Oregon 79.3
South Carolina	66.0	Washington 67.7	Utah 97.3	Maryland 76.6	Tennessee 78.0
Mississippi	65.7	Louisiana 66.7	Rhode Island 97.1	Maine 75.2	New Mexico 76.5
North Dakota	65.2	South Carolina 64.0	Oklahoma 96.8	Utah 75.6	Ohio 76.4
Maine	64.9	Oklahoma 62.6	Massachusetts 96.7	Oregon 69.7	Delaware 75.7
Rhode Island	64.8	Florida 61.9	Arkansas 96.6	Kentucky 68.3	Michigan 75.4
Alabama	64.5	Arkansas 60.8	Kentucky 96.6	South Dakota 68.3	Oklahoma 75.4
Minnesota	64.2	Georgia 60.0	Louisiana 96.6	New Mexico 67.3 1/	Wyoming 75.4
Oklahoma	63.6	Minnesota 59.7	Kansas 94.8	Massachusetts 62.9	Utah 73.6
California	63.2	Utah 57.5	Michigan 94.7	New Jersey 62.1	Georgia 72.3
Utah	63.2	Indiana 56.7	Alabama 93.7	North Carolina 58.6 1/	Florida 71.6
Idaho	63.1	Montana 56.2	South Carolina 93.7	Kansas 57.4	Washington 71.5
Wisconsin	60.7	Texas 53.9	Connecticut 92.3	Louisiana 56.9	Pennsylvania 70.2
Indiana	60.6	Idaho 53.7	Idaho 92.2	West Virginia 56.5	Mississippi 69.5
Washington	60.5	Tennessee 53.5	Texas 91.7	Illinois 56.4	Louisiana 68.0
Maryland	60.0	Maine 53.3	South Dakota 90.0	Ohio 54.6	Arizona 67.9
Iowa	59.7	North Dakota 50.3	Oregon 89.4	New York 53.3	Alabama 66.9
Virginia	59.2	Pennsylvania 49.8	Maine 89.2	Oklahoma 51.2	Iowa 66.4
Georgia	57.3	Arizona 48.2	Tennessee 88.5	Michigan 50.7	Missouri 65.9
Michigan	57.3	Virginia 46.8	Mississippi 87.5	Montana 50.1	Illinois 64.1
Pennsylvania	55.5	Illinois 46.4	Pennsylvania 87.3	Minnesota 48.9	Texas 62.7
Arizona	55.0	Kansas 46.3	Wisconsin 83.5	South Carolina 48.7	Nebraska 62.4
Wyoming	54.9	Ohio 46.0	Florida 82.2	Missouri 48.5	Alaska 62.2
Connecticut	54.8	Maryland 43.6	Iowa 81.5	Wisconsin 48.5	Vermont 58.5
Tennessee	54.7	Michigan 43.3	Wyoming 81.0	Colorado 47.0	Connecticut 58.0
Illinois	54.4	Iowa 42.7	North Dakota 78.4	Alabama 46.6	Colorado 58.0
Massachusetts	54.3	Rhode Island 42.6	Nebraska 78.3	Washington 45.7	North Dakota 57.9
South Dakota	54.3	New Jersey 42.2	New Jersey 77.3	Nebraska 44.6	Nevada 56.4
Ohio	52.9	New York 41.6	Colorado 75.7	Texas 44.1	New Hampshire 56.3
Oregon	52.8	Colorado 41.5	Virginia 75.3	Indiana 43.4	Hawaii 55.5
Kansas	52.6	Missouri 39.4	Iowa 75.2	Iowa 42.2	Massachusetts 55.1
Montana	52.5	Wisconsin 38.2	Arizona 71.1	Arkansas 41.4	Maine 55.0
Missouri	52.0	Massachusetts 37.7	Indiana 61.6	Georgia 41.4 1/	California 51.7
Florida	51.7	Nevada 35.7	Minnesota 58.3	Arizona 40.1	Minnesota 50.7
New Jersey	51.4	Wyoming 32.5	New Hampshire 53.4	California 39.3	Kansas 50.6
Colorado	50.5	Connecticut 31.8	Nevada 50.3	Mississippi 36.1	New Jersey 48.9
New Hampshire	50.5	Oregon 30.7	New York 43.4	Tennessee 35.3	South Dakota 48.1
Texas	49.8	Vermont 29.0	Montana 40.7	Idaho 34.2	Montana 46.3
Nebraska	48.6	South Dakota 18.7		Florida 32.1	Rhode Island 40.2
Nevada	45.9	Nebraska 17.7		Wyoming 29.0	Wisconsin 39.8
New York	45.1	New Hampshire 9.9		Nevada 22.4	New York 37.9
U.S. 2/	57.0	U.S. 2/ 51.9	U.S. 2/ 83.9 1/	U.S. 2/ 51.4 1/	U.S. 2/ 65.6

Note: Percentages for total general expenditure, highways, public welfare, and health and hospitals were derived from U.S. Bureau of the Census data on expenditures adjusted to exclude federal intergovernmental transfers. State transfers to local governments are included with state expenditures and deducted from local expenditures. The local school percentages were derived from estimated receipts available for expenditure for current expenses, capital outlay, and debt service for public elementary and secondary schools as reported by the National Education Association.

1/ Public welfare expenditures for Georgia, New Mexico, and North Carolina are included with health and hospital expenditures. Data necessary for separation by function, by source of financing, are not available for FY 1979.

2/ Excluding the District of Columbia.

Source: Compiled by ACIR staff from various reports of the Governments Division, U.S. Bureau of the Census; and National Education Association, *Estimates of School Statistics, 1979-80* (copyright 1980 by the National Education Association, all rights reserved).

TABLE 15--STATE AND LOCAL EXPENDITURE FOR PUBLIC WELFARE, FROM OWN REVENUE  
 SOURCES: AMOUNT, AND PERCENT STATE FINANCED, BY STATE, SELECTED YEARS 1942-79  
 (States are Assuming an Increasingly Larger Share of State-Local Public Welfare Costs)

State and Region	Amount					Percent State Financed				
	1979	1975	1966	1957	1942	1979	1975	1966	1957	1942
United States	\$19,196.1	\$13,792.9	\$3,169.7	\$1,940.0	\$865.4	83.6%	78.2%	75.7%	71.8%	61.4%
New England	1,428.3	1,253.1	270.9	168.7	75.8	94.0	95.2	83.4	65.9	52.2
Maine	90.2	62.8	14.4	10.0	5.3	89.2	93.2	77.8	76.0	77.4
New Hampshire	49.1	47.6	13.4	7.7	4.1	53.4	49.2	38.8	46.8	26.8
Vermont	23.6	31.0	7.5	4.4	1.8	98.7	99.0	62.7	70.5	55.6
Massachusetts	857.7	852.8	153.0	100.7	48.0	96.7	97.7	84.2	53.3	52.5
Rhode Island	129.1	88.9	25.6	13.2	4.1	97.1	100.0	98.0	93.2	73.2
Connecticut	278.6	170.0	57.0	32.7	12.5	92.3	92.9	89.5	94.5	41.6
Mideast	5,015.8	3,819.2	808.8	419.4	269.8	62.0	70.4	73.2	56.1	52.1
New York	2,496.0	1,934.8	496.8	242.0	168.8	43.4	56.6	75.7	52.9	37.0
New Jersey	685.2	538.9	85.4	39.0	17.9	77.3	88.4	53.7	46.2	55.3
Pennsylvania	1,304.6	942.0	165.8	111.9	73.5	87.3	92.7	80.5	69.3	86.1
Delaware	38.3	35.3	7.4	3.5	1.0	98.2	99.7	67.6	77.1	70.0
Maryland	327.9	226.9	32.8	15.9	6.3	98.1	91.8	95.7	57.2	69.8
Dist. of Col.	163.8	141.3	20.6	7.1	2.3	...	...	...	...	...
Great Lakes	3,869.8	2,879.4	565.1	390.3	204.0	88.9	94.1	75.3	73.1	68.1
Michigan	1,224.2	932.4	101.2	78.4	41.1	94.7	92.4	97.6	75.8	57.9
Ohio	755.5	621.5	155.0	112.6	45.2	75.2	75.1	74.3	78.2	92.0
Indiana	252.6	198.0	40.2	31.5	24.1	61.6	63.2	37.1	24.8	35.3
Illinois	1,139.7	783.6	187.7	120.2	72.9	100.0	100.0	80.3	92.5	77.8
Wisconsin	497.8	343.9	81.0	47.6	20.7	83.5	81.7	56.7	39.5	40.1
Plains	1,212.1	828.6	243.5	181.2	84.1	79.2	69.2	61.1	62.4	64.8
Minnesota	430.2	278.6	72.9	45.3	20.9	58.3	37.0	30.3	16.1	56.9
Iowa	263.0	158.9	49.0	34.7	17.0	81.5	83.6	52.7	64.0	58.2
Missouri	212.3	192.6	58.8	53.7	19.8	100.0	95.4	91.8	95.0	90.4
North Dakota	36.1	13.4	9.4	7.4	3.5	78.4	41.8	70.2	73.0	54.3
South Dakota	32.2	23.6	9.1	4.6	3.8	90.0	90.3	78.0	63.0	68.4
Nebraska	81.9	66.1	15.5	10.1	6.9	78.3	61.7	78.7	87.1	78.3
Kansas	156.4	95.4	28.8	25.4	12.2	94.8	89.9	72.6	60.6	40.2
Southeast	1,721.3	1,354.6	378.1	248.4	72.1	88.5	83.9	76.6	84.8	73.1
Virginia	283.6	205.8	32.3	11.6	4.8	75.3	82.3	51.8	55.2	50.0
West Virginia	78.3	43.6	21.2	13.1	9.0	98.0	97.7	90.1	85.5	87.8
Kentucky	249.8	144.0	40.5	17.0	6.5	96.6	95.0	89.4	79.4	64.6
Tennessee	206.1	112.5	26.7	16.2	7.1	88.5	85.7	70.4	72.8	63.4
North Carolina	1/	128.9	32.0	15.1	5.9	1/	45.5	29.4	41.1	40.7
South Carolina	108.6	46.2	14.2	8.8	2.7	93.7	86.6	74.4	87.5	85.2
Georgia	1/	161.2	34.0	29.0	6.9	1/	90.1	78.2	85.5	66.7
Florida	310.6	207.8	44.5	26.6	6.9	82.2	80.7	76.6	77.4	79.7
Alabama	135.9	88.9	33.1	25.0	4.9	93.7	87.2	93.7	97.2	61.2
Mississippi	122.0	58.9	21.8	12.7	2.9	87.5	88.3	95.2	93.7	72.4
Louisiana	142.2	111.4	61.0	61.9	11.5	96.6	94.9	99.0	99.2	95.7
Arkansas	84.2	45.4	16.8	11.4	3.0	96.6	97.8	95.8	94.7	93.3
Southwest	765.1	429.4	162.8	119.0	36.1	90.5	91.4	99.8	93.5	87.3
Oklahoma	192.1	92.0	60.1	53.2	15.3	96.8	97.1	97.1	97.4	88.2
Texas	478.2	255.8	73.1	50.1	15.4	91.7	91.1	85.6	88.6	83.1
New Mexico	1/	23.8	13.0	7.3	1.5	1/	91.2	99.2	98.6	98.2
Arizona	94.8	57.8	16.6	8.4	3.9	71.1	83.9	83.7	97.6	94.9
Rocky Mountain	334.6	189.1	90.5	70.9	29.5	79.9	85.4	73.8	90.3	79.7
Montana	27.5	18.3	11.0	8.0	5.0	40.7	31.1	38.2	65.0	42.0
Idaho	43.5	20.9	9.6	5.3	3.2	92.2	83.7	74.0	83.0	71.9
Wyoming	19.5	9.8	4.9	3.2	1.2	81.0	60.2	49.0	65.6	75.0
Colorado	173.2	111.8	51.1	45.4	14.3	75.7	95.3	78.5	96.5	88.1
Utah	70.9	28.3	13.9	9.0	5.8	97.3	90.8	93.5	94.4	96.6
Far West <sup>2/</sup>	4,669.0	2,938.2	634.3	334.5	93.9	96.9	62.1	76.9	76.4	53.0
Washington	213.8	185.4	53.2	62.2	19.3	100.0	100.0	100.0	100.0	100.0
Oregon	223.0	129.5	31.7	25.7	7.0	89.4	95.9	71.6	75.9	61.4
Nevada	38.8	25.7	5.4	2.4	0.9	50.3	55.3	72.2	66.7	33.3
California	4,193.4	2,597.6	544.0	244.2	66.7	97.3	57.6	74.9	67.5	37.9
Alaska	69.5	22.2	4.5	2.7	n.a.	99.0	98.6	100.0	99.0	n.a.
Hawaii	109.8	79.0	11.7	4.9	n.a.	98.6	99.7	100.0	83.7	n.a.

n.a.=Data not available.

1/ Public welfare expenditures for Georgia, New Mexico, and North Carolina include health and hospital expenditures. Data necessary for separation by function, by source of financing, are not readily available for FY 1979.

2/ Excluding Alaska and Hawaii.

Source: Compiled by ACIR staff from various reports of the Governments Division, U.S. Bureau of the Census; and from the Department of the Treasury, Annual Report of the Secretary (various years).

TABLE 16—PUBLIC WELFARE EXPENDITURE "OVERLOAD"<sup>1/</sup>  
 (state-local public welfare expenditure from own funds,  
 excluding federal aid in 1978-79)

State and Region	"Overload"	State and Region	"Overload"
United States	\$7,439.9	Southeast	(85.1)
New England	(667.2)	Alabama	-
Connecticut	58.8	Arkansas	-
Maine	36.1	Florida	-
Massachusetts	498.7	Georgia	-
New Hampshire	-	Kentucky	68.2
Rhode Island	73.6	Louisiana	-
Vermont	-	Mississippi	16.9
Mideast	(2,319.3)	North Carolina	-
Delaware	0.1	South Carolina	-
District of Columbia	114.6	Tennessee	-
Maryland	54.5	Virginia	-
New Jersey	183.7	West Virginia	-
New York	1,365.7	Southwest	(23.8)
Pennsylvania	600.7	Arizona	-
Great Lakes	(1,299.0)	New Mexico	-
Illinois	364.5	Oklahoma	23.8
Indiana	-	Texas	-
Michigan	615.8	Rocky Mountain	(2.5)
Ohio	99.5	Colorado	-
Wisconsin	219.2	Idaho	-
Plains	(271.1)	Montana	-
Iowa	84.1	Utah	2.5
Kansas	6.5	Wyoming	-
Minnesota	180.5	Far West <sup>2/</sup>	(2,683.9)
Missouri	-	California	2,617.8
Nebraska	-	Nevada	-
North Dakota	-	Oregon	66.1
South Dakota	-	Washington	-
		Alaska	36.8
		Hawaii	51.2

<sup>1/</sup> Public welfare "overload" is estimated as that portion of a state's public welfare expenditure (from state-local funds) that is in excess of 0.74% (median state experience) of the personal income of the state.

<sup>2/</sup> Excluding Alaska and Hawaii.

Source: ACIR staff computations based on U.S. Bureau of the Census, Governments Division Data

TABLE 17--ESTIMATED REVENUE RECEIPTS FOR ELEMENTARY AND SECONDARY SCHOOLS, BY GOVERNMENT SOURCE, BY STATE: 1980-81

State and Region	Revenue Receipts by Source (in millions)				Percentage Distribution of Receipts— Excluding				
	Total	Federal	State	Local and Other	Total			Federal	
					Federal	State	Local and Other	State	Local and Other
United States	\$102,268	\$9,158	\$50,798	\$42,311	9.0	49.7	41.4	54.6	41.4
New England	6,269	414	2,264	3,592	6.6	36.1	57.3	34.80	61.18
Connecticut	1,526	88	525	912	5.8	34.4	59.8	36.5	59.8
Maine	477	43	233	201	9.1	48.8	42.1	53.7	42.1
Massachusetts	3,265	228	1,263	1,774	7.0	38.7	54.3	41.6	54.3
New Hampshire	374	17	25	332	4.6	6.7	88.7	7.0	88.7
Rhode Island	409	24	159	227	5.9	38.7	55.4	41.2	55.4
Vermont	218	13	59	146	6.1	27.0	66.8	28.8	66.8
Midwest	21,938	1,332	9,171	11,435	6.1	41.8	52.1	50.54	46.14
Delaware	319	40	210	68	12.6	66.0	21.5	75.4	21.5
Maryland	2,125	161	844	1,120	7.6	39.7	52.7	43.0	52.7
New Jersey	4,136	150	1,631	2,355	3.6	39.4	56.9	40.9	56.9
New York	9,420	465	3,955	5,000	4.9	42.0	53.1	44.2	53.1
Pennsylvania	5,624	478	2,531	2,615	8.5	45.0	46.5	49.2	46.5
Great Lakes	19,164	1,542	7,889	9,733	8.0	41.2	50.8	46.10	49.74
Illinois	5,552	539	2,262	2,750	9.7	40.8	49.5	45.1	49.5
Indiana	2,216	121	1,322	772	5.5	59.7	34.8	63.1	34.8
Michigan	4,886	392	1,750	2,744	8.0	35.8	56.2	38.9	56.2
Ohio	4,217	347	1,711	2,160	8.2	40.6	51.2	44.2	51.2
Wisconsin	2,294	144	844	1,307	6.3	36.8	57.0	39.2	57.0
Plains	7,818	617	3,385	3,816	7.9	43.3	48.8	43.10	51.94
Iowa	1,437	106	619	712	7.4	43.1	49.5	46.5	49.5
Kansas	1,105	75	504	527	6.8	45.6	47.6	48.9	47.6
Minnesota	2,255	143	1,234	878	6.4	54.7	38.9	58.4	38.9
Missouri	1,836	186	678	972	10.1	36.9	52.9	41.1	52.9
Nebraska	646	51	158	438	7.9	24.4	67.7	26.5	67.7
North Dakota	253	20	115	118	7.9	45.4	46.6	49.4	46.6
South Dakota	285	36	77	172	12.6	27.0	60.4	30.9	60.4
Southeast	19,371	2,437	11,027	5,907	12.6	56.9	30.5	61.35	28.90
Alabama	1,205	145	845	215	12.0	70.1	17.8	79.7	17.8
Arkansas	786	114	425	247	14.6	54.0	31.4	63.3	31.4
Florida	3,450	300	2,000	1,150	8.7	58.0	33.3	63.5	33.3
Georgia	2,059	266	1,138	655	12.9	55.3	31.8	63.5	31.8
Kentucky	1,327	155	935	237	11.7	70.5	17.9	79.8	17.9
Louisiana	1,541	230	851	460	14.9	55.2	29.9	64.9	29.9
Mississippi	859	207	456	196	24.1	53.1	22.8	69.9	22.8
North Carolina	2,240	300	1,465	475	13.4	65.4	21.2	75.5	21.2
South Carolina	1,210	174	711	325	14.4	58.8	26.9	68.6	26.9
Tennessee	1,549	233	749	567	15.0	48.3	36.6	56.9	36.6
Virginia	2,331	222	954	1,155	9.5	40.9	49.6	45.2	49.6
West Virginia	815	92	499	225	11.3	61.2	27.6	68.9	27.6
Southwest	9,682	1,062	5,019	3,601	11.0	51.8	37.2	62.0	33.57
Arizona	1,219	146	495	577	12.0	40.6	47.3	46.2	47.3
New Mexico	669	90	453	126	13.4	67.7	18.9	78.2	18.9
Oklahoma	1,392	160	825	407	11.5	59.3	29.2	67.0	29.2
Texas	6,402	665	3,246	2,490	10.4	50.7	38.9	56.6	38.9
Rocky Mountain	3,259	232	1,502	1,525	7.1	46.1	46.8	50.58	45.76
Colorado	1,478	90	606	782	6.1	41.0	52.9	43.6	52.9
Idaho	382	32	235	115	8.4	61.5	30.1	67.2	30.1
Montana	410	37	198	175	9.0	48.3	42.7	53.1	42.7
Utah	712	54	384	273	7.6	53.9	38.4	58.4	38.4
Wyoming	277	18	79	179	6.7	28.6	64.7	30.6	64.7
Far West	13,856	1,406	9,838	2,612	10.1	71.0	18.8	73.21	24.23
California	10,345	1,092	7,798	1,456	10.6	75.4	14.1	84.3	14.1
Nevada	297	23	154	120	7.8	51.7	40.5	56.1	40.5
Oregon	1,335	130	480	725	9.7	36.0	54.3	39.8	54.3
Washington	1,879	161	1,407	311	8.6	74.9	16.6	81.9	16.6
Alaska	467	61	325	81	13.1	69.6	17.3	80.1	17.3
Hawaii	444	55	378	11	12.3	85.1	2.6	97.1	2.6

Source: Compiled by ACIR staff from the National Education Association, Estimates of School Statistics, 1980-81 (copyright 1981 by the National Education Association, all rights reserved).

TABLE 18--FEDERAL BUDGET RECEIPTS, OUTLAYS, AND SURPLUS OR DEFICIT, 1929-1981  
(Dollar Amounts in Millions)

Fiscal Year	Receipts	Outlays	Surplus or Deficit (-)	
			Amount	% of Receipts
1929	\$ 3,862	\$ 3,127	\$ 734	19.0%
1930	4,058	3,320	738	18.2
1931	3,116	3,577	-462	14.8
1932	1,924	4,659	-2,735	142.2
1933	1,997	4,598	-2,602	130.3
1934	3,015	6,645	-3,630	120.4
1935	3,706	6,497	-2,791	75.3
1936	3,997	8,442	-4,425	110.7
1937	4,956	7,733	-2,777	56.0
1938	5,588	6,765	-1,177	21.1
1939	4,979	8,841	-3,862	77.6
1940	6,361	9,456	-3,095	48.7
1941	8,621	13,634	-5,013	58.1
1942	14,350	35,114	-20,764	144.7
1943	23,649	78,533	-54,884	232.1
1944	44,276	91,280	-47,004	106.2
1945	45,216	92,690	-47,474	105.0
1946	39,327	55,183	-15,856	40.3
1947	38,394	34,532	3,862	10.1
1948	41,774	29,773	12,001	28.7
1949	39,437	38,834	603	1.5
1950	39,485	42,597	-3,112	7.9
1951	51,646	45,546	6,100	11.8
1952	66,204	67,721	-1,517	2.3
1953	69,574	76,107	-6,533	9.4
1954	69,719	70,890	-1,170	1.7
1955	65,469	68,509	-3,041	4.6
1956	74,547	70,460	4,087	5.5
1957	79,990	76,741	3,249	4.1
1958	79,636	82,575	-2,939	3.7
1959	79,249	92,104	-12,855	16.2
1960	92,492	92,223	269	0.3
1961	94,389	97,795	-3,406	3.6
1962	99,676	106,813	-7,137	7.2
1963	106,560	111,311	-4,751	4.5
1964	112,662	118,584	-5,922	5.3
1965	116,833	118,430	-1,596	1.4
1966	130,856	134,652	-3,796	2.9
1967	149,552	158,254	-8,702	5.8
1968	153,671	178,833	-25,161	16.4
1969	187,784	184,548	3,236	1.7
1970	193,743	196,588	-2,845	1.5
1971	188,392	211,425	-23,033	12.2
1972	208,649	232,021	-23,373	11.2
1973	232,225	247,074	-14,849	6.4
1974	264,932	269,620	-4,688	1.8
1975	280,997	326,151	-45,154	16.1
1976	300,005	366,418	-66,413	22.1
1977	357,762	402,710	-44,948	12.6
1978	401,997	450,804	-48,807	12.1
1979	465,940	493,635	-27,694	5.9
1980	520,050	579,614	-59,564	11.5
1981(estimate)	605,600	661,200	-55,600	9.2

Note: Data for 1929-1939 are for the administrative budget, and those for 1940-81, for the unified budget. Excludes off-budget federal entity outlays, which began in 1973.

Source: Office of Management and Budget, The United States Budget in Brief, 1982; and Mid-Session Review of the 1982 Budget.

TABLE 19--SOURCES OF INCREASED STATE TAX COLLECTIONS<sup>1/</sup>--ECONOMIC FACTORS OR POLITICAL ACTIONS, 1966-1980

Year	Total Increase (billions)	Amount Due to			Percentage Distribution		
		Real Economic Growth <sup>2/</sup> (billions)	Inflation (billions)	Political Action <sup>3/</sup> (billions)	Real Economic Factors	Inflation	Political Action
1966	\$ 2.7	\$ 1.1	\$ 0.7	\$ 0.9	41%	26%	33%
1967	2.3	0.7	0.8	0.8	30	35	35
1968	4.1	0.8	0.9	2.4	20	22	59
1969	4.4	0.9	1.7	1.8	20	39	41
1970	4.9	0.0	2.2	2.7	0	45	55
1971	2.9	0.9	1.4	0.6	31	48	21
1972	5.7	1.9	1.5	2.3	33	26	40
1973	7.0	2.5	2.6	1.9	34	39	27
1974	5.0	0.0	5.2	-0.2	0	104	- 4
1975	5.1	0.0	4.6	0.5	0	90	10
1976	6.8	2.6	2.6	1.6	38	38	23
1977	10.2	4.1	4.6	1.5	40	45	15
1978	10.5	4.1	6.4	*	39	61	0
1979	9.3	2.9	8.1	-1.7	31	87	-18
1980	9.5	0.0	10.1	-0.6	0	106	-6

\* Less than \$100 million.

- <sup>1/</sup> Taxes included are general sales tax, individual income tax, corporate income tax and selective sales taxes.
- <sup>2/</sup> The division between real and inflationary economic factors was computed by applying the ratio of real to monetary changes in GNP for each year to the total economic factors reported by the state tax commissioners.
- <sup>3/</sup> Political action--Discretionary in character such as the adoption or repeal of a tax, the raising or lowering of a tax rate, the legislation expansion or contraction of a tax base, and changes in taxpayer information practices.

Source: ACIR staff computation.

TABLE 20--RESTRICTIONS ON STATE AND LOCAL GOVERNMENT TAX AND EXPENDITURE POWERS  
(June 1, 1981)

States	State Imposed Limits on Local Governments							Limits on State Governments
	Overall <sup>1/</sup> Property Tax Rate Limit	Specific <sup>1/</sup> Property Tax Rate Limit	Property Tax Levy Limit	General Revenue Limit	General Expenditure Limit	Limit on Assessment Increases	Full Disclosure	
Total	14	29	19	5	6	6	9	18
Alabama	CMS***	CMS*						
Alaska	CMS**		CM**					
Arizona	CMS***		CM***		CMS***	CMS***		Const.***
Arkansas		CMS*	CMS***2/					Const.***
California	CMS***				CMS***	CMS***		Stat.**
Colorado		CS*	CM*				CMS***	
Connecticut								Const.***
Delaware		CS**	C***2/					
Dist. of Col.								
Florida		CMS*					CMS**	
Georgia		S*						Const.***
Hawaii							C**	Stat.***
Idaho	CMS***	CMS*	CMS***					
Illinois		CMS*						
Indiana			CMS***					
Iowa		CMS*			S**	CMS**		
Kansas		CM*	CM**		S**			
Kentucky	CMS*						CMS***	
Louisiana		CMS**	CMS***2/					Stat.***
Maine								
Maryland						CM**	CM**	
Massachusetts	CMS***		CMS***					
Michigan	CS*	M*	CMS***					Const.**
Minnesota		CMS**		CM**				
Mississippi		CMS*	CMS***					
Missouri		CMS*			CMS***			Const.***
Montana		CMS*					CMS**	
Nebraska		CMS*			CMS***			Stat.***
Nevada	CMS*				CM**			
New Hampshire								
New Jersey			C**		MS**			Stat.**
New Mexico	CMS*	CMS**	CMS***			CMS**		
New York		CMS*						
North Carolina		CM**						
North Dakota			CMS***					
Ohio	CMS*		CMS**					
Oklahoma	CMS*	CMS*						
Oregon			CMS*			CMS***		Stat.***
Pennsylvania		CMS*						Stat.**
Rhode Island								Stat.***
South Carolina			3/					
South Dakota		CMS*						
Tennessee							CMS***	Const.***
Texas		CMS**					CMS***	Const.***
Utah		CMS*						Stat.***
Vermont								
Virginia							CM**	
Washington	CMS**	CMS**	CMS**	S**				Stat.***
West Virginia	CMS*	CMS*						
Wisconsin		CMS*	CM**		S**			
Wyoming		CMS*						

C--County M--Municipal S--School District \*\*--Enacted before 1970 \*\*\*--1970 to 1977 ---1978 and after  
Const.--Constitutional Stat.--Statutory

1/ Overall limits refer to limits on the aggregate tax rate of all local government. Specific rate limits refer to limits on individual types of local governments or limits on narrowly defined services (excluding debt).

2/ Limits follow reassessment

3/ Limit followed transition to a classified property tax.

Source: ACIR staff/C. Richardson based on data from CCH, Steven Gold, IAAO, and state survey.





TABLE 21--STATE AND LOCAL TAX REVENUE IN RELATION TO STATE PERSONAL INCOME,  
BY STATE AND REGION, SELECTED YEARS, 1953-1980

1. Tax Revenue as a Percent of Personal Income.

State and Region	1980	1977	1975	1965	1953	Annual Average Percent Increase or Decrease (-)		
						1975-80	1965-75	1953-65
United States	11.57	12.80	12.29	10.45	7.58	-1.2	1.6	2.7
New England	12.35	13.59	12.79	9.97	7.90	-0.7	2.5	2.0
Connecticut	10.55	12.00	10.82	9.08	6.06	-0.5	1.8	3.4
Maine	12.50	12.44	12.59	10.98	8.95	-0.1	1.4	1.7
Massachusetts	13.90	15.14	14.20	10.21	8.77	-0.4	3.4	1.3
New Hampshire	9.20	10.62	10.75	9.51	8.28	-3.1	1.2	1.2
Rhode Island	11.89	12.64	11.94	10.19	7.02	-0.1	1.6	3.2
Vermont	12.73	15.18	15.46	12.72	9.62	-3.8	2.0	2.4
Mideast 1/	13.68	14.66	13.94	10.54	7.46	-0.4	2.8	2.9
Delaware	11.60	11.80	11.66	8.98	4.21	-0.1	2.6	6.5
Maryland	12.03	12.95	12.26	9.34	6.33	-0.4	2.8	3.3
New Jersey	11.72	12.61	11.59	9.07	6.59	0.2	2.5	2.7
New York	16.34	17.68	16.65	11.87	8.79	-0.4	3.4	2.5
Pennsylvania	11.56	11.88	11.68	9.47	6.17	-0.2	2.1	3.6
Great Lakes	10.66	11.72	11.35	9.73	6.78	-1.2	1.6	3.1
Illinois	11.25	11.73	11.73	8.89	6.37	-0.8	2.8	2.8
Indiana	8.82	10.54	11.15	10.24	7.08	-4.6	0.9	3.1
Michigan	11.50	13.04	11.66	10.67	7.31	-0.3	0.9	3.2
Ohio	9.35	10.00	9.69	8.64	5.87	-0.7	2.0	3.3
Wisconsin	12.47	14.36	13.83	12.55	8.91	-2.0	1.0	2.9
Plains	10.80	12.14	11.73	10.83	8.25	-1.6	0.8	2.3
Iowa	11.07	12.03	12.14	11.63	9.22	-1.8	0.4	2.0
Kansas	10.00	11.32	10.86	11.70	8.71	-1.6	-0.7	2.5
Minnesota	12.74	14.70	13.94	12.72	9.38	-1.8	0.9	2.6
Missouri	9.30	10.26	10.35	8.74	6.14	-2.1	1.7	3.0
Nebraska	11.06	12.78	10.96	9.34	7.69	0.9	1.6	1.6
North Dakota	10.22	11.84	10.95	11.77	11.27	-1.4	-0.7	0.4
South Dakota	10.59	12.35	11.60	12.60	10.79	-1.8	-0.8	1.3
Southeast	10.31	10.91	10.70	10.04	7.86	-0.7	0.6	2.1
Alabama	9.64	10.00	9.94	9.74	7.00	-0.8	0.2	2.8
Arkansas	9.87	10.18	9.90	9.77	7.92	-0.1	0.1	1.8
Florida	9.75	10.47	9.94	10.53	9.20	-0.4	-0.6	1.1
Georgia	10.78	11.15	10.79	9.96	7.67	- *	0.8	2.2
Kentucky	10.39	11.28	11.32	9.62	6.47	-1.7	1.6	3.4
Louisiana	11.60	12.01	12.99	12.05	10.43	-2.2	0.8	1.2
Mississippi	10.86	11.82	11.84	11.85	9.37	-1.7	*	2.0
North Carolina	10.62	10.98	10.58	9.97	8.25	0.1	0.6	1.6
South Carolina	10.68	10.77	10.46	9.67	8.61	0.4	0.8	1.0
Tennessee	9.37	10.73	10.04	9.71	7.32	-1.4	0.3	2.4
Virginia	10.25	10.87	10.67	8.55	6.09	-0.8	2.2	2.9
West Virginia	11.21	11.64	12.27	9.85	6.81	-1.8	2.2	3.1
Southwest	10.36	11.10	11.06	10.16	7.34	-1.3	0.9	2.7
Arizona	13.27	14.42	13.26	12.15	8.50	*	0.9	3.0
New Mexico	12.18	11.96	13.54	12.16	8.66	-2.1	1.1	2.9
Oklahoma	10.16	10.65	10.53	10.44	9.07	-0.7	0.1	1.2
Texas	9.75	10.56	10.56	9.60	6.68	-1.6	1.0	3.1
Rocky Mountain	11.90	12.99	11.78	11.61	8.60	0.2	0.1	2.5
Colorado	11.31	12.97	11.61	11.40	8.93	-0.5	0.2	2.1
Idaho	10.39	11.70	11.02	12.14	9.00	-1.2	-1.0	2.5
Montana	13.03	13.60	12.57	11.78	7.62	0.7	0.7	3.7
Utah	12.47	12.59	11.63	11.78	8.44	1.4	-0.1	2.8
Wyoming	14.76	15.48	13.43	11.28	8.73	1.9	1.8	2.2
Far West 2/	11.91	14.84	14.07	11.79	8.34	-3.3	1.8	2.9
California	12.17	15.49	14.59	11.98	8.41	-3.6	2.0	3.0
Nevada	10.52	12.93	13.23	10.69	7.93	-4.5	2.2	2.5
Oregon	11.41	12.93	12.13	10.94	8.24	-1.2	1.0	2.4
Washington	10.88	12.23	12.06	11.18	8.07	-2.0	0.8	2.8
Alaska	36.78	23.48	21.45	8.11	5.03	3/ 11.4	4.4	4.1
Hawaii	14.75	14.07	14.44	11.72	8.23	3/ 0.4	2.1	3.0
Exhibit: Dist. of Columbia	13.57	13.05	10.67	8.09	5.90	4.9	2.8	2.7

\*Less than 0.05 percent.

1/ Excluding the District of Columbia.

2/ Excluding Alaska and Hawaii.

3/ Estimated, based on the U.S. average change between 1953 and 1957 (the earliest year readily available).

TABLE 21--STATE AND LOCAL TAX REVENUE IN RELATION TO STATE PERSONAL INCOME,  
BY STATE AND REGION, SELECTED YEARS, 1953-1980

2. State Percent Related to U.S. Average (U.S. = 100.0)

State and Region	1980	1979	1977	1975	1965	1953
United States	100.0	100.0	100.0	100.0	100.0	100.0
<b>New England</b>	<b>106.7</b>	<b>110.0</b>	<b>106.2</b>	<b>104.1</b>	<b>95.4</b>	<b>104.2</b>
Connecticut	91.2	94.9	93.8	88.0	86.9	79.9
Maine	108.0	106.0	97.2	102.4	105.1	118.1
Massachusetts	120.1	123.3	118.3	115.5	97.7	115.7
New Hampshire	79.5	83.1	83.0	87.5	91.0	109.2
Rhode Island	102.8	107.8	98.8	97.2	97.5	92.6
Vermont	110.0	115.7	118.6	125.8	121.7	126.9
<b>Mideast<sup>1/</sup></b>	<b>118.2</b>	<b>116.5</b>	<b>114.5</b>	<b>113.4</b>	<b>100.9</b>	<b>98.4</b>
Delaware	100.3	100.8	92.2	94.9	85.9	55.5
Maryland	104.0	104.9	101.2	99.8	89.4	83.5
New Jersey	101.3	100.6	98.5	94.3	86.8	86.9
New York	141.2	137.6	138.1	135.5	113.6	116.0
Pennsylvania	99.9	98.8	92.8	95.0	90.6	81.4
<b>Great Lakes</b>	<b>92.1</b>	<b>93.3</b>	<b>91.6</b>	<b>92.4</b>	<b>93.1</b>	<b>89.4</b>
Illinois	97.2	93.6	91.6	95.4	85.1	84.0
Indiana	76.2	81.2	82.3	90.7	98.0	93.4
Michigan	99.4	103.1	101.9	94.9	102.1	96.4
Ohio	80.8	81.2	78.1	78.8	82.7	77.4
Wisconsin	107.8	113.5	112.2	112.5	120.1	117.5
<b>Plains</b>	<b>93.3</b>	<b>96.1</b>	<b>94.8</b>	<b>95.4</b>	<b>103.6</b>	<b>108.8</b>
Iowa	95.7	92.3	94.0	98.8	111.3	121.6
Kansas	86.4	93.4	88.4	88.4	112.0	114.9
Minnesota	110.1	116.7	114.8	113.4	121.7	123.7
Missouri	80.4	82.6	80.2	84.2	83.6	81.0
Nebraska	95.6	98.8	99.8	89.2	89.4	101.5
North Dakota	88.3	88.5	92.5	89.1	112.6	148.7
South Dakota	91.5	89.6	96.5	94.4	120.6	142.3
<b>Southeast</b>	<b>89.1</b>	<b>90.3</b>	<b>85.2</b>	<b>87.1</b>	<b>96.1</b>	<b>103.7</b>
Alabama	83.3	83.0	78.1	80.9	93.2	92.3
Arkansas	85.3	82.5	79.5	80.6	93.5	104.5
Florida	84.3	87.3	81.8	80.9	100.8	121.4
Georgia	93.2	93.7	87.1	87.8	95.3	101.2
Kentucky	89.8	93.6	88.1	92.1	92.1	85.4
Louisiana	100.3	101.2	93.8	105.7	115.3	137.6
Mississippi	93.9	96.7	92.3	96.3	113.4	123.6
North Carolina	91.8	90.4	85.8	86.1	95.4	108.8
South Carolina	92.3	90.3	84.1	85.1	92.5	113.6
Tennessee	81.0	84.6	83.8	81.7	92.9	96.6
Virginia	88.6	89.1	84.9	86.8	81.8	80.3
West Virginia	96.9	98.0	90.9	99.8	94.3	89.8
<b>Southwest</b>	<b>89.5</b>	<b>89.1</b>	<b>86.7</b>	<b>90.0</b>	<b>97.2</b>	<b>96.8</b>
Arizona	114.7	117.8	112.7	107.9	116.3	112.1
New Mexico	105.3	107.4	93.4	110.2	116.4	114.2
Oklahoma	87.8	88.1	83.2	85.7	99.9	119.7
Texas	84.3	82.9	82.5	85.9	91.9	88.1
<b>Rocky Mountain</b>	<b>102.9</b>	<b>105.9</b>	<b>101.5</b>	<b>95.9</b>	<b>111.1</b>	<b>113.5</b>
Colorado	97.8	103.5	101.3	94.5	109.1	117.8
Idaho	89.8	93.8	91.4	89.7	116.2	118.7
Montana	112.6	111.0	106.3	102.3	112.7	100.5
Utah	107.8	106.6	98.4	94.6	112.7	111.3
Wyoming	127.6	132.1	120.9	109.3	107.9	115.2
<b>Far West<sup>2/</sup></b>	<b>102.9</b>	<b>100.6</b>	<b>115.9</b>	<b>114.5</b>	<b>112.8</b>	<b>110.0</b>
California	105.2	100.3	121.0	118.7	114.6	110.9
Nevada	90.9	105.5	101.0	107.6	102.3	104.6
Oregon	98.6	101.5	101.0	98.7	104.7	108.7
Washington	94.0	100.9	95.5	98.1	107.0	106.5
Alaska	317.9	194.6	183.4	101.3	77.6	66.4
Hawaii	127.5	121.7	109.9	117.5	112.2	108.6
Exhibit: Dist. of Col.	117.3	109.0	102.0	86.8	77.4	77.8

\*Less than 0.05 percent.

<sup>1/</sup> Excluding the District of Columbia.

<sup>2/</sup> Excluding Alaska and Hawaii.

Source: ACIR staff compilation based on U.S. Department of Commerce, Office of Business Economics, Survey of Current Business, various years; and Bureau of the Census, Governmental Finances, various years.

TABLE 22--PER CAPITA STATE-LOCAL TAX COLLECTIONS--AMOUNT, AND AVERAGE RATE OF INCREASE, BY STATE AND REGION, SELECTED YEARS 1953-1980

State and Region	1980	1975	1965	1953	Annual Average Percent Increase		
					1975-80	1965-75	1953-65
United States	\$987	\$ 664	\$264	\$132	8.3	9.7	5.9
New England	(967)	(658)	(265)	(138)	(8.0)	(9.5)	(5.6)
Connecticut	1,070	697	291	141	9.0	9.1	6.2
Maine	858	571	233	128	8.5	9.4	5.1
Massachusetts	1,243	814	302	167	8.8	10.4	5.1
New Hampshire	740	525	221	128	7.1	9.0	4.7
Rhode Island	992	645	263	130	9.0	9.4	6.0
Vermont	900	699	278	137	5.2	9.7	6.1
Mideast	(1,208)	(767)	(290)	(132)	(9.5)	(10.2)	(6.8)
Delaware	1,059	727	302	100	7.8	8.3	9.6
Dist. of Col.	1,475	759	288	132	14.2	10.2	6.7
Maryland	1,104	728	261	121	8.7	8.9	6.6
New Jersey	1,137	725	269	142	9.4	10.4	5.5
New York	1,495	1,025	372	185	7.8	10.7	6.0
Pennsylvania	978	636	245	113	9.0	10.0	6.7
Great Lakes	(955)	(649)	(270)	(136)	(8.0)	(9.2)	(5.9)
Illinois	1,084	730	266	135	8.2	10.6	5.8
Indiana	744	580	257	130	5.1	8.5	5.8
Michigan	1,075	682	290	146	9.5	8.9	5.9
Ohio	810	534	225	114	8.7	9.0	5.8
Wisconsin	1,061	719	310	156	8.1	8.8	5.9
Plains	(911)	(606)	(254)	(135)	(8.5)	(9.1)	(5.4)
Iowa	967	637	276	146	8.7	7.9	5.4
Kansas	926	598	273	146	9.1	8.2	5.4
Minnesota	1,125	754	299	151	8.3	9.7	5.9
Missouri	759	523	223	103	7.7	8.9	6.6
Nebraska	963	577	220	124	10.8	10.1	4.9
North Dakota	847	613	248	138	6.7	9.5	5.0
South Dakota	789	543	241	139	7.8	8.5	4.7
Southeast	(735)	(486)	(185)	(94)	(8.6)	(10.1)	(5.8)
Alabama	650	415	168	75	9.4	9.5	7.0
Arkansas	654	405	159	79	10.1	9.8	6.0
Florida	758	521	233	134	7.8	8.4	4.7
Georgia	770	508	191	95	8.7	10.3	6.0
Kentucky	740	497	175	78	8.3	6.3	7.0
Louisiana	841	566	222	133	8.2	9.8	4.4
Mississippi	646	446	170	82	7.7	10.1	6.3
North Carolina	748	485	188	95	9.1	9.9	5.9
South Carolina	708	446	161	96	9.7	10.7	4.4
Tennessee	656	451	178	87	7.8	9.7	6.1
Virginia	856	563	188	90	8.7	11.6	6.3
West Virginia	796	533	192	87	8.4	10.7	6.8
Southwest	(880)	(551)	(233)	(122)	(9.8)	(9.0)	(5.5)
Arizona	1,007	658	266	135	8.9	9.5	5.8
New Mexico	879	548	243	118	9.9	8.5	6.2
Oklahoma	827	482	216	132	11.4	8.4	4.2
Texas	806	515	207	102	9.4	9.5	6.1
Rocky Mountain	(997)	(595)	(267)	(143)	(10.9)	(8.3)	(5.3)
Colorado	990	631	292	154	9.4	8.0	5.5
Idaho	754	528	245	137	7.4	8.0	5.0
Montana	1,000	612	265	135	10.3	8.7	5.8
Utah	840	506	255	126	10.7	7.1	6.1
Wyoming	1,399	697	278	163	15.0	9.6	4.5
Far West 1/	(1,028)	(738)	(314)	(165)	(6.9)	(8.9)	(5.5)
California	1,172	869	361	179	6.2	9.2	6.0
Nevada	972	770	322	178	4.8	9.1	5.1
Oregon	979	635	281	148	9.0	8.5	5.5
Washington	989	676	294	156	7.9	8.7	5.4
Alaska	4,189	842	250	101 2/	37.8	12.9	5.5
Hawaii	1,278	852	298	135 2/	8.4	11.1	6.8

Note: Regional collections are unweighted averages.

1/ Excluding Alaska and Hawaii.

2/ Estimated, based on the U.S. average change between 1953 and 1957 (the earliest year readily available).

Source: ACIR staff computations based on various report of U.S. Bureau of the Census, Governments Division.

TABLE 23--STATE GOVERNMENT PERCENTAGE OF STATE AND LOCAL TAX REVENUE, BY STATE, SELECTED YEARS 1959-80

State	1980	1975	1971	1967	1963	1959	Percentage Point Increase or decrease (-) <sup>1/</sup>	
							1975 to 1980	1959 to 1975
United States	61.3	56.7	54.2	52.1	49.9	48.9	4.6	7.8
Alabama	73.4	74.1	74.0	71.0	69.2	69.4	-0.7	4.7
Alaska	85.8	68.4	69.9	68.5	69.8	71.0	17.4	-2.6
Arizona	61.5	64.1	61.1	57.3	55.7	56.3	-2.6	7.8
Arkansas	77.6	76.1	72.6	72.5	68.8	70.2	1.5	5.9
California	69.8	52.0	46.5	43.8	45.7	46.8	17.8	5.2
Colorado	52.1	54.2	50.2	49.0	46.6	49.0	-2.1	5.2
Connecticut	55.3	49.1	48.4	48.1	47.0	44.9	6.2	4.2
Delaware	81.9	79.9	79.7	78.8	79.8	80.1	2.0	-0.2
Dist. of Col.	...	...	...	...	...	...	...	...
Florida	65.1	64.1	60.1	53.2	52.8	56.3	1.0	7.8
Georgia	64.9	61.9	63.9	65.8	64.8	65.9 <sup>2/</sup>	3.0	-4.0
Hawaii	81.0	78.1	76.4	73.2	74.8	81.7 <sup>2/</sup>	2.9	-3.6
Idaho	68.9	68.8	64.0	62.5	53.1	50.3	0.1	18.5
Illinois	57.2	54.2	54.6	44.6	42.2	41.3	3.0	12.9
Indiana	66.0	60.2	49.7	50.0	44.0	48.6	5.8	11.6
Iowa	62.0	58.0	49.8	50.1	43.1	47.4	4.0	10.6
Kansas	58.0	56.7	49.2	49.6	43.2	44.0	1.3	12.7
Kentucky	79.2	76.1	73.2	68.5	68.4	61.8	3.1	14.3
Louisiana	67.8	71.2	70.7	72.3	73.8	74.4	-3.4	-3.2
Maine	64.1	61.0	55.5	51.4	48.5	50.0	3.1	11.0
Maryland	59.3	58.0	56.8	53.6	56.0	55.7	1.3	2.3
Massachusetts	55.1	46.8	47.4	47.7	40.6	41.6	8.3	5.2
Michigan	59.7	55.8	57.5	55.2	54.4	51.5	3.9	4.3
Minnesota	69.8	68.3	56.8	51.6	47.2	45.7	1.5	22.6
Mississippi	77.2	76.2	73.7	66.6	65.6	68.5	1.0	7.7
Missouri	56.1	52.3	49.9	51.3	48.7	47.4	3.8	4.9
Montana	55.4	50.8	45.3	44.1	43.7	42.1	4.6	8.7
Nebraska	54.0	47.6	45.1	34.9	34.0	37.2	6.4	10.4
Nevada	61.4	58.5	58.7	51.5	59.1	56.5	2.9	2.0
New Hampshire	39.3	40.1	41.4	37.5	36.5	38.1	-0.8	2.0
New Jersey	50.9	39.6	41.2	37.7	29.5	28.4	11.3	11.2
New Mexico	81.0	82.7	78.9	74.5	72.9	74.2	-1.7	8.5
New York	48.5	48.1	49.3	48.3	43.3	38.0	-0.4	10.1
North Carolina	73.2	71.8	74.9	74.6	74.1	72.0	1.4	-0.2
North Dakota	67.3	67.7	54.2	50.8	49.2	50.3	-0.4	17.4
Ohio	54.5	52.9	45.1	44.4	44.7	46.2	1.6	6.7
Oklahoma	71.0	67.6	64.1	62.2	67.1	66.8	3.4	0.8
Oregon	56.5	54.6	49.4	51.4	50.2	48.9	1.9	5.7
Pennsylvania	62.4	62.9	58.6	54.3	53.2	50.3	-0.5	12.6
Rhode Island	58.6	58.5	60.8	53.7	51.4	50.7	0.1	7.8
South Carolina	76.0	76.2	76.6	77.2	75.0	73.8	-0.2	2.4
South Dakota	49.7	46.2	41.7	43.1	40.9	40.2	3.5	6.0
Tennessee	62.6	61.0	61.0	62.4	62.3	64.2	1.6	-3.2
Texas	58.9	57.7	55.9	53.6	53.9	50.2	1.2	7.5
Utah	64.1	65.4	63.1	59.5	56.7	54.6	-1.3	10.8
Vermont	57.9	56.8	62.2	61.3	55.0	49.6	1.1	7.2
Virginia	60.0	59.5	59.2	58.5	58.8	54.9	0.5	4.6
Washington	71.4	64.9	67.0	70.6	68.4	69.1	6.5	-4.2
West Virginia	78.6	77.3	74.5	70.0	69.9	67.6	1.3	9.7
Wisconsin	67.4	64.6	59.4	62.0	51.3	48.5	2.8	16.1
Wyoming	58.9	59.2	56.7	47.9	52.3	52.7	-0.3	6.5

<sup>1/</sup> The state percentage increased in 38 states by an average of 3.8 percentage points between 1975 and 1980 and in 42 states by an average of 8.4 percentage points between 1959 and 1975.

<sup>2/</sup> Fiscal year 1960. Not included in United States total since Hawaii did not become a state until August 1959.

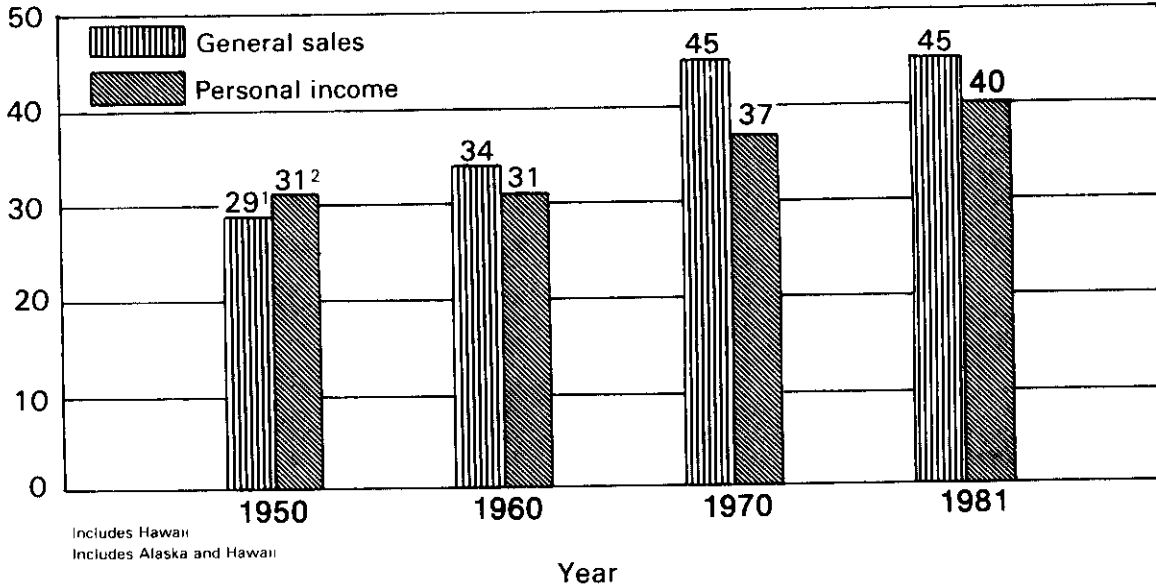
Source: U.S. Bureau of the Census, Governmental Finances, various years.

FIGURE 2

State Use of General Sales and Broad-Based Personal Income Taxes,  
As of January 1st for Selected Years

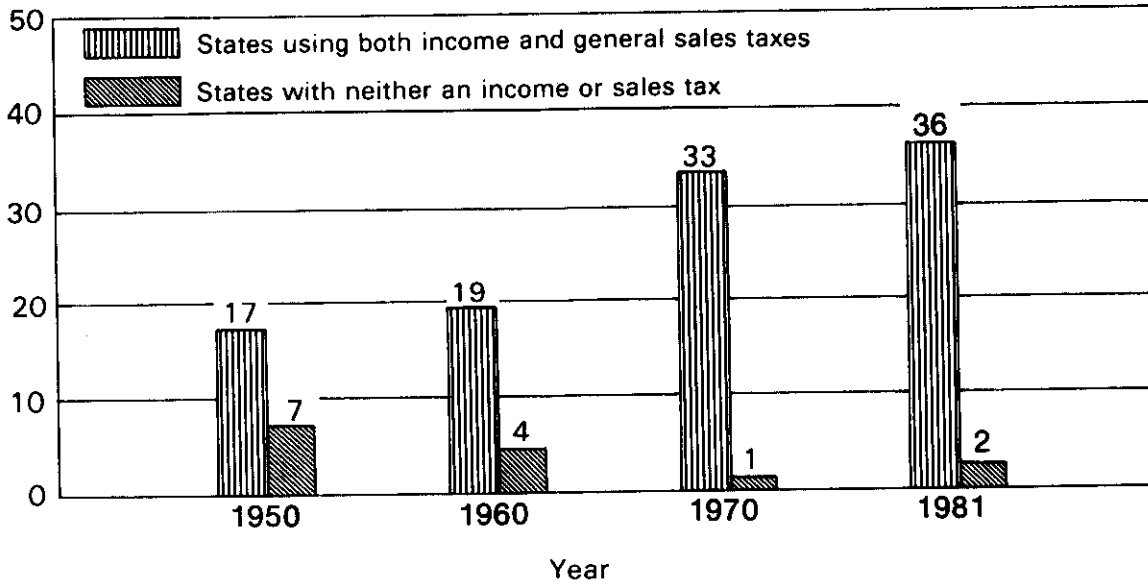
No. of States

A. Number of States with General Sales and/or Personal Income Taxes



No. of States

B. Number of States with Both General Sales and Personal Income Taxes,  
and Number with Neither Tax



Source: ACIR

TABLE 24--FEDERAL, STATE, AND LOCAL TAXES<sup>1/</sup> AS A PERCENTAGE OF GROSS NATIONAL PRODUCT, SELECTED YEARS 1948-1981

Item	1981 <sup>2/</sup>	1980	1978	1976	1974	1972	1970	1968	1966	1964	1960	1956	1952	1948
<b>By Level of Government:</b>														
Federal, State, and Local	22.25	22.49	22.72	22.05	23.13	23.69	24.25	22.30	22.25	22.44	22.70	22.29	23.34	20.83
Federal	13.56	13.64	13.16	12.40	13.53	13.83	15.21	14.16	14.41	14.68	15.45	15.87	17.63	15.40
State and Local	8.69	8.85	9.56	9.65	9.60	9.86	9.04	8.15	7.84	7.75	7.25	6.42	5.70	5.43
State	5.32	5.43	5.59	5.50	5.45	5.38	5.00	4.38	4.07	3.93	3.62	3.26	2.91	2.74
Local	3.37	3.41	3.97	4.16	4.15	4.47	4.04	3.75	3.79	3.82	3.63	3.16	2.79	2.68
<b>By Type of Tax, By Government:</b>														
<b>Federal</b>														
Individual Income	9.74	9.51	8.68	8.10	8.74	8.52	9.42	8.28	7.68	7.90	8.17	7.83	8.24	7.85
Corporation Income	2.27	2.52	2.87	2.55	2.84	2.89	3.42	3.45	4.16	3.81	4.31	5.08	6.27	3.94
Sales, gross receipts, and customs	1.16	1.22	1.22	1.34	1.51	1.81	1.91	1.96	2.03	2.40	2.53	2.55	2.76	3.11
Death and Gift	.24	.25	.25	.32	.37	.49	.38	.37	.42	.39	.32	.28	.24	.36
All other	.15	.15	.14	.09	.07	.12	.09	.10	.12	.19	.12	.13	.13	.14
<b>State</b>														
Individual income	1.50	1.47	1.44	1.32	1.25	1.17	.96	.75	.59	.55	.44	.33	.27	.20
Corporation income	.50	.53	.53	.45	.44	.40	.39	.30	.28	.27	.24	.22	.25	.24
General sales and gross receipts	1.71	1.71	1.74	1.68	1.66	1.58	1.48	1.26	1.09	.99	.86	.74	.66	.60
Selective sales and gross receipts	.90	.97	1.13	1.23	1.32	1.41	1.36	1.27	1.27	1.28	1.25	1.16	1.03	1.04
Motor vehicle and operators licenses	.20	.21	.24	.27	.28	.30	.28	.30	.31	.31	.32	.32	.27	.24
Death and gift	.08	.08	.09	.09	.10	.12	.10	.11	.11	.11	.08	.08	.06	.07
All other	.44	.45	.42	.45	.40	.41	.42	.40	.41	.42	.43	.41	.37	.34
<b>Local</b>														
Property	2.58	2.62	3.16	3.38	3.41	3.74	3.43	3.23	3.30	3.33	3.17	2.75	2.44	2.38
Sales and gross receipts	.47	.47	.46	.44	.41	.38	.32	.23	.28	.29	.27	.22	.18	.16
Individual income <sup>3/</sup>	.20	.18	.20	.19	.18	.20	.17	.13	.07	.06	.05	.04	.02	.02
All other	.12	.14	.14	.15	.15	.15	.12	.16	.14	.14	.14	.16	.14	.12

1/ Excludes charges and miscellaneous general revenue, utility, liquor store and insurance trust revenue; and borrowing. For 1981, federal insurance trust revenue is estimated at \$171 billion (including \$163 billion OASDI receipts); and federal borrowing, i.e., the rise in gross federal debt-- at \$78 billion.

2/ Partially estimated.

3/ Includes minor amounts of corporation income taxes.

Source: ACIR staff computations based on U.S. Department of Commerce, U.S. Bureau of the Census, Governments Division, various reports; Office of Business Economics, Survey of Current Business, various years; and ACIR staff estimates.

TABLE 25--AVERAGE ANNUAL RATE OF INCREASE OR DECREASE (-) IN THE RECEIPTS FROM MAJOR FEDERAL, STATE, AND LOCAL TAXES, SELECTED PERIODS 1953 THROUGH 1981

Item	1978-1981 (est.)	(1980-1981 est.)	1973-1978	1968-1973	1963-1968	1958-1963	1953-1958
<b>By Level of Government:</b>							
Federal, state and local	10.3	(9.5)	10.3	9.1	7.2	5.9	3.3
Federal	12.0	(10.3)	10.7	7.0	6.3	5.0	1.6
State and Local	7.6	(8.2)	9.8	12.4	9.0	7.7	7.8
State	9.3	(7.9)	10.7	13.3	10.5	8.2	7.2
Local	5.2	(8.7)	8.7	11.2	7.3	7.2	8.3
<b>By Type of Tax, by Government:</b>							
Federal							
Individual income	15.3	(13.7)	11.9	8.5	7.6	6.5	3.1
Corporation income	2.6	(0.1)	10.6	4.8	5.8	1.5	(-1.1)
Sales, gross receipts, and customs	9.0	(5.3)	5.2	3.9	2.7	4.7	1.7
Death and gift	9.3	(8.1)	1.5	10.0	7.1	9.2	9.6
All other	13.9	(12.0)	23.4	3.4	(-7.6)	18.1	1.3
State							
Individual income	12.6	(11.9)	13.3	20.1	16.3	13.9	9.8
Corporation income	9.2	(5.1)	14.6	16.6	10.8	8.1	4.7
General sales and gross receipts	10.4	(10.0)	12.3	13.6	13.5	9.6	7.6
Selective sales and gross receipts	2.8	(1.9)	5.8	10.5	7.6	6.9	6.8
Motor vehicle and operators licenses	4.4	(3.3)	5.9	7.9	6.9	4.7	8.3
Death and gift	4.5	(3.2)	5.2	10.4	7.9	11.1	9.6
All other	12.6	(5.7)	11.7	8.0	6.4	5.7	5.7
Local							
Property	3.8	(8.7)	7.8	10.4	7.0	7.2	8.4
Sales and gross receipts	12.0	(10.5)	13.6	20.6	4.2	7.8	8.5
Individual income <sup>1/</sup>	10.5	(18.3)	11.1	17.4	28.2	7.7	17.6
All other	3.6	(-9.7)	11.1	5.5	8.9	5.8	4.3
<b>Exhibit:</b>							
Gross national product <sup>2/</sup>	11.1	(10.2)	10.4	8.3	7.5	5.5	4.2

<sup>1/</sup> Includes minor amounts of corporation income taxes.

<sup>2/</sup> Based on current dollar figures (including inflation).

Source: ACIR staff computations, based on Table 26.





TABLE 26--FEDERAL, STATE, AND LOCAL TAXES, BY MAJOR SOURCE, 1948 THROUGH 1981  
(Millions of Dollars)

Fiscal Year	State (cont'd)					Local					Exhibit Gross National Product 2/ (in billions)
	General Sales and Gross Receipts	Selected Sales and Gross Receipts	Motor Vehicle and Operators Licenses	Death and Gift	All Other	Total	Property	Sales and Gross Receipts	Individual Income 1/	All Other	
1948	1,478	2,564	593	180	844	6,599	5,850	400	44	305	\$245.9
49	1,609	2,756	665	176	936	7,414	6,566	451	51	346	261.6
1950	1,670	3,000	755	168	1,027	7,984	7,042	484	64	394	264.8
51	2,000	3,268	840	196	1,137	8,621	7,580	551	68	422	312.0
52	2,229	3,501	924	211	1,241	9,466	8,282	627	85	473	338.8
53	2,433	3,776	949	222	1,393	10,356	9,010	718	96	530	360.1
54	2,540	4,033	1,098	247	1,395	10,978	9,577	703	122	576	363.5
1955	2,637	4,227	1,184	249	1,469	11,886	10,323	779	143	641	381.0
56	3,036	4,765	1,295	310	1,705	12,992	11,282	889	164	657	410.9
57	3,373	5,063	1,368	338	1,842	14,286	12,385	1,031	191	679	433.3
58	3,507	5,243	1,415	351	1,841	15,461	13,514	1,079	215	653	441.7
59	3,697	5,590	1,492	347	1,957	16,531	14,417	1,150	230	734	471.3
1960	4,302	6,208	1,573	420	2,144	18,081	15,798	1,339	254	692	498.3
61	4,510	6,521	1,641	501	2,263	19,804	17,370	1,432	258	744	509.0
62	5,111	6,927	1,667	516	2,304	20,993	18,414	1,456	309	815	545.8
63	5,539	7,314	1,780	595	2,428	21,897	19,145	1,574	311	867	577.1
64	6,084	7,873	1,917	658	2,601	23,542	20,519	1,806	376	841	616.4
1965	6,711	8,348	2,021	731	2,729	25,116	21,817	2,059	433	807	658.0
66	7,873	9,171	2,236	808	2,966	27,361	23,836	2,041	472	1,012	722.4
67	8,923	9,652	2,311	795	3,109	29,074	25,186	1,956	916	1,016	773.5
68	10,441	10,538	2,485	872	3,315	31,171	26,835	1,932	1,077	1,327	830.3
69	12,443	11,607	2,685	996	3,492	34,781	29,692	2,470	1,381	1,239	904.2
1970	14,177	13,077	2,728	996	4,063	38,833	32,963	3,068	1,630	1,173	960.2
1971	15,478	14,092	2,953	1,104	4,337	43,434	36,726	3,662	1,747	1,298	1,019.8
1972	17,619	15,631	3,340	1,294	4,574	49,739	41,620	4,268	2,230	1,621	1,111.8
1973	19,793	17,330	3,636	1,431	4,867	53,032	43,970	4,924	2,406	1,731	1,238.4
1974	22,612	17,944	3,755	1,425	5,378	56,466	46,404	5,542	2,413	2,108	1,361.2
1975	24,780	18,566	3,941	1,418	5,989	61,310	50,040	6,468	2,635	2,166	1,452.3
1976	27,333	20,058	4,356	1,513	7,275	67,557	54,884	7,156	3,127	2,390	1,624.3
1977	30,896	21,466	4,587	1,805	7,664	74,852	60,267	8,278	3,754	2,552	1,784.8
1978	35,280	22,990	4,836	1,842	8,470	80,381	64,058	9,326	4,071	2,926	2,026.5
1979	39,505	24,163	5,155	1,973	9,362	80,606	62,453	10,579	4,309	3,265	2,290.5
1980 prel.	43,168	24,525	5,325	2,035	11,450	86,000	65,900	11,850	4,650	3,600	2,519.2
1981 est.	47,500	25,000	5,500	2,100	12,100	93,500	71,650	13,100	5,500	3,250	2,775.5

1/ Includes minor amounts of corporation income taxes.

2/ Fiscal years ending June 30.

3/ Includes \$7,591 million proposed legislation for trust fund collections associated with the windfall profit tax.

Source: ACIR staff compilation based on U.S. Department of Commerce, U.S. Bureau of the Census, Governments Division, various reports; Office of Business Economics, Survey of Current Business, various years; and ACIR staff estimates.

TABLE 26--FEDERAL, STATE, AND LOCAL TAXES, BY MAJOR SOURCE, 1948 THROUGH 1981  
(cont'd)  
(Millions of Dollars)

Fiscal Year	Federal, State and Local	Federal						State and Local	State		
		Total	Individual Income	Corporation Income	Sales Gross Receipts, and Customs	Death and Gift	All Other		Total	Individual Income	Corporation Income
1948	51,218	37,876	19,305	9,678	7,650	890	353	13,342	6,743	499	585
49	50,358	35,568	15,461	11,196	7,780	780	351	14,790	7,376	593	641
1950	51,100	35,186	15,745	10,488	7,843	698	412	15,914	7,930	724	586
51	63,585	46,032	21,643	14,106	9,143	708	432	17,554	8,933	805	687
52	79,066	59,744	27,921	21,226	9,332	818	446	19,323	9,857	913	838
53	83,704	62,796	29,816	21,238	10,352	881	508	20,908	10,552	969	810
54	84,476	62,409	29,542	21,101	10,367	934	465	22,067	11,069	1,004	772
1955	81,072	57,589	28,747	17,861	9,578	924	478	23,483	11,597	1,094	737
56	91,593	65,226	32,188	20,880	10,469	1,161	528	26,368	13,375	1,374	890
57	98,632	69,815	35,620	21,167	11,127	1,365	537	28,817	14,531	1,563	984
58	98,387	68,007	34,724	20,074	11,273	1,393	543	30,380	14,919	1,544	1,018
59	99,636	67,257	36,719	17,309	11,332	1,333	563	32,379	15,848	1,764	1,001
1960	113,120	77,003	40,715	21,494	12,603	1,606	585	36,117	18,036	2,209	1,180
61	116,331	77,470	41,338	20,954	12,649	1,896	633	38,861	19,057	2,355	1,266
62	123,816	82,262	45,571	20,523	13,428	2,016	724	41,554	20,561	2,728	1,308
63	130,811	86,797	47,588	21,579	14,215	2,167	1,248	44,014	22,117	2,956	1,505
64	138,292	90,507	48,697	23,493	14,776	2,394	1,148	47,785	24,243	3,415	1,695
1965	144,953	93,710	48,792	25,461	15,786	2,716	954	51,243	26,126	3,657	1,929
66	160,742	104,095	55,446	30,073	14,641	3,066	869	56,647	29,380	4,288	2,038
67	176,121	115,121	61,526	33,971	15,806	2,978	840	61,000	31,926	4,909	2,227
68	185,126	117,554	68,726	28,665	16,275	3,051	838	67,572	36,400	6,231	2,518
69	222,708	145,996	87,249	36,678	17,826	3,491	753	76,712	41,931	7,527	3,181
1970	232,877	146,082	90,412	32,829	18,297	3,644	900	86,795	47,962	9,183	3,738
1971	232,252	137,277	86,230	26,785	19,427	3,735	1,100	94,975	51,541	10,153	3,424
1972	263,342	153,733	94,737	32,166	20,101	5,436	1,293	109,609	59,870	12,996	4,416
1973	286,132	165,030	103,246	36,153	19,722	4,917	992	121,102	68,069	15,587	5,425
1974	314,785	184,112	118,952	38,620	20,534	5,035	971	130,673	74,207	17,078	6,015
1975	331,435	189,970	122,386	40,621	21,090	4,611	1,262	141,465	80,155	18,819	6,642
1976	358,227	201,414	131,603	41,409	21,718	5,216	1,468	156,813	89,256	21,448	7,273
1977	419,778	243,842	156,725	54,892	23,180	7,327	1,718	175,936	101,085	25,493	9,174
1978	468,161	274,519	180,988	59,952	25,453	5,285	2,841	193,642	113,261	28,106	10,738
1979	524,446	318,932	217,841	65,677	26,714	5,411	3,289	205,514	124,908	32,622	12,128
1980 pre1.	573,056	350,143	244,069	64,600	31,335	6,389	3,750	222,913	136,913	37,089	13,321
1981 est.	627,388	386,188	277,392	64,687	33,000	6,909	4,200	241,200	147,700	41,500	14,000

TABLE 27--TAX REVENUE<sup>1/</sup> BY MAJOR SOURCE, BY LEVEL AND TYPE OF GOVERNMENT  
 SELECTED YEARS 1957-1980  
 i. Amount (In Millions)

Fiscal Year	State and Local Governments									
	Total, Federal, State and Local	Federal Government	Total (State-Local)	State Governments	Local Governments					
					Total	Municipalities	Counties	School Districts	Townships	Special Districts
<u>Total Taxes</u>										
1957	\$ 98,632	\$ 69,815	\$ 28,817	\$ 14,531	\$14,286	\$ 5,908	\$ 2,790	\$ 4,511	\$ 794	\$ 283
1962	123,816	82,262	41,554	20,561	20,993	7,934	4,149	7,320	1,145	445
1967	176,121	115,121	61,000	31,926	29,074	10,507	5,702	10,811	1,465	589
1972	263,342	153,733	109,609	59,870	49,739	17,009	10,076	18,939	2,765	952
1977	419,778	243,842	175,936	101,085	74,852	26,050	15,875	27,124	4,060	1,743
1979	524,446	318,932	205,514	124,908	80,606	28,762	16,958	28,226	4,762	1,898
1980	574,244	350,781 <sup>1/</sup>	223,463	137,075	86,387	31,256	18,813	29,273	4,952	2,094
<u>Property Taxes</u>										
1957	12,864	--	12,864	479	12,385	4,297	2,613	4,448	743	283
1962	19,054	--	19,054	640	18,414	5,807	3,879	7,216	1,068	445
1967	26,047	--	26,047	862	25,186	7,351	5,253	10,634	1,359	589
1972	42,877	--	42,877	1,257	41,620	10,937	8,625	18,572	2,584	903
1977	62,527	--	62,527	2,260	60,267	15,629	12,891	26,435	3,722	1,590
1979	64,944	--	64,944	2,490	62,453	16,063	13,067	27,304	4,320	1,700
1980	68,499	--	68,499	2,892	65,607	16,859	14,300	28,140	4,459	1,849
<u>Sales, Gross Receipts, and Customs</u>										
1957	20,594	11,127	9,467	8,436	1,031	934	78	3	17	--
1962	26,922	13,428	13,494	12,038	1,456	1,303	125	3	24	--
1967	36,336	15,806	20,530	18,575	1,956	1,645	257	21	33	--
1972	57,619	20,101	37,518	33,250	4,268	3,191	899	68	62	49
1977	83,821	23,180	60,641	52,362	8,278	5,798	1,973	233	140	133
1979	100,961	26,714	74,247	63,668	10,579	7,296	2,599	327	180	177
1980	111,961	32,034	79,927	67,855	12,072	8,208	3,081	373	204	205
<u>Income Taxes</u>										
1957	59,525	56,787	2,738	2,547	191	181	--	7	3	--
1962	70,438	66,094	4,344	4,036	309	259	6	40	4	--
1967	103,549	95,497	8,052	7,136	916	818	16	73	9	--
1972	146,545	126,903	19,642	17,412	2,230	1,881	192	132	26	--
1977	250,037	211,617	38,420	34,666	3,754	3,099	385	197	72	--
1979	332,578	283,518	49,060	44,750	4,309	3,496	505	223	85	--
1980	364,070	308,669	55,401	50,410	4,990	4,042	576	264	109	--
<u>All Other Taxes</u>										
1957	5,649	1,902	3,747	3,069	679	495	100	54	31	--
1962	7,402	2,740	4,662	3,847	815	565	140	60	50	--
1967	10,188	3,818	6,370	5,353	1,016	693	176	83	64	--
1972	16,301	6,729	9,572	7,951	1,621	1,001	360	167	93	--
1977	23,393	9,045	14,348	11,796	2,553	1,524	626	258	125	20
1979	25,963	8,700	17,263	13,999	3,264	1,907	786	372	178	21
1980	29,714	10,078	19,636	15,917	3,720	2,147	856	496	180	40

<sup>1/</sup> Excludes charges and miscellaneous general revenue, utility, liquor store and insurance trust revenue; and borrowing. For 1980 Federal Insurance trust revenue was \$146 billion (including \$139 billion OASDHI receipts); and Federal borrowing, i.e., the rise in gross Federal debt, \$80 billion.

Source: ACIR staff computations based on U.S. Bureau of the Census, Governments Division, various reports.

TABLE 27--TAX REVENUE BY MAJOR SOURCE, BY LEVEL AND TYPE OF GOVERNMENT  
SELECTED YEARS 1957-1980

2. Percentage Distribution, By Level of Government

Fiscal Year	Total, Federal, State and Local	State and Local Governments								
		Federal Government	Total (State-Local)	State Governments	Local Governments					
					Total	Municipalities	Counties	School Districts	Townships	Special Districts
<b>Total Taxes</b>										
1957	100.0	70.8	29.2	14.7	14.5	6.0	2.8	4.6	0.8	0.3
1962	100.0	66.4	33.6	16.6	17.0	6.4	3.4	5.9	0.9	0.4
1967	100.0	65.4	34.6	18.1	16.5	6.0	3.2	6.1	0.8	0.3
1972	100.0	58.4	41.6	22.7	18.9	6.5	3.8	7.2	1.0	0.4
1977	100.0	58.1	41.9	24.1	17.8	6.2	3.8	6.5	1.0	0.4
1979	100.0	60.8	39.2	23.8	15.4	5.5	3.2	5.4	0.9	0.4
1980	100.0	61.1	38.9	23.8	15.0	5.4	3.3	5.1	0.9	0.4
<b>Property Taxes</b>										
1957	100.0	--	100.0	3.7	96.3	33.4	20.3	34.6	5.8	2.2
1962	100.0	--	100.0	3.4	96.6	30.5	20.4	37.9	5.6	2.3
1967	100.0	--	100.0	3.3	96.7	28.2	20.2	40.8	5.2	2.3
1972	100.0	--	100.0	2.9	97.1	25.5	20.1	43.3	6.0	2.1
1977	100.0	--	100.0	3.6	95.4	25.0	20.6	42.3	6.0	2.5
1979	100.0	--	100.0	3.8	96.2	24.7	20.1	42.0	6.7	2.6
1980	100.0	--	100.0	4.2	95.8	24.6	20.9	41.1	6.5	2.7
<b>Sales, Gross Receipts, and Customs</b>										
1957	100.0	54.0	46.0	41.0	5.0	4.5	0.4	*	0.1	--
1962	100.0	49.9	50.1	44.7	5.4	4.8	0.5	*	0.1	--
1967	100.0	43.5	56.5	51.1	5.4	4.5	0.7	0.1	0.1	--
1972	100.0	34.9	65.1	57.7	7.4	5.5	1.6	0.1	0.1	0.1
1977	100.0	27.7	72.3	62.5	9.9	6.9	2.4	0.3	0.2	0.2
1979	100.0	26.5	73.5	63.1	10.5	7.2	2.6	0.3	0.2	0.2
1980	100.0	28.6	71.4	60.6	10.8	7.3	2.8	0.3	0.2	0.2
<b>Income Taxes</b>										
1957	100.0	95.4	4.6	4.3	0.3	0.3	--	*	*	--
1962	100.0	93.8	6.2	5.7	0.4	0.4	--	0.1	*	--
1967	100.0	92.2	7.8	6.9	0.9	0.8	*	0.1	*	--
1972	100.0	86.6	13.4	11.9	1.5	1.3	0.1	0.1	*	--
1977	100.0	84.6	15.4	13.9	1.5	1.2	0.2	0.1	*	--
1979	100.0	85.2	14.8	13.5	1.3	1.1	0.2	0.1	*	--
1980	100.0	84.8	15.2	13.8	1.4	1.1	0.2	0.1	*	--
<b>All Other Taxes</b>										
1957	100.0	33.7	66.3	54.3	12.0	8.8	1.8	1.0	0.5	--
1962	100.0	37.0	63.0	52.0	11.0	7.6	1.9	0.8	0.7	--
1967	100.0	37.5	62.5	52.5	10.0	6.8	1.7	0.8	0.6	--
1972	100.0	41.3	58.7	48.8	9.9	6.1	2.2	1.0	0.6	--
1977	100.0	38.7	61.3	50.4	10.9	6.5	2.7	1.1	0.5	0.1
1979	100.0	33.5	66.5	53.9	12.6	7.3	3.0	1.4	0.7	0.1
1980	100.0	33.9	66.1	53.6	12.5	7.2	2.9	1.7	0.6	0.1

\*Less than 0.05 percent.

Source: ACIR staff computations based on U.S. Bureau of the Census, Governments Division, various reports; and ACIR staff estimates.

TABLE 27--TAX REVENUE BY MAJOR SOURCE, BY LEVEL AND TYPE OF GOVERNMENT  
 SELECTED YEARS 1957-1980  
 3. Percentage Distribution, By Type of Tax

Fiscal Year	State and Local Governments									
	Total, Federal, State and Local	Federal Government	Total (State-Local)	State Governments	Local Governments					
					Total	Municipalities	Counties	School Districts	Townships	Special Districts
<u>Total Taxes</u>										
1957	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0
1962	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0
1967	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0
1972	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0
1977	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0
1979	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0
1980	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0
<u>Property Taxes</u>										
1957	13.0	--	44.6	3.3	86.7	72.7	93.7	98.6	93.6	100.0
1962	15.4	--	45.9	3.1	87.7	73.2	93.5	98.6	93.3	100.0
1967	14.8	--	42.7	2.7	86.6	70.0	92.1	98.4	92.8	100.0
1972	16.3	--	39.1	2.1	83.7	64.3	85.6	98.1	93.5	94.9
1977	14.9	--	35.5	2.2	80.5	60.0	81.2	97.5	91.7	91.2
1979	12.4	--	31.6	2.0	77.5	55.8	77.1	96.7	90.7	89.6
1980	11.9	--	30.7	2.1	75.9	53.9	76.0	96.1	90.0	88.3
<u>Sales, Gross Receipts, and Customs</u>										
1957	20.9	15.9	32.9	58.1	7.2	15.8	2.8	0.1	2.1	--
1962	21.7	16.3	32.5	58.5	6.9	16.4	3.0	*	2.1	--
1967	20.6	13.7	33.7	58.2	6.7	15.7	4.5	0.2	2.3	--
1972	21.9	13.1	34.2	55.5	8.6	18.8	8.9	0.4	2.2	5.1
1977	20.0	9.5	34.5	51.8	11.1	22.3	12.4	0.9	3.4	7.6
1979	19.3	8.4	36.1	51.0	13.1	25.4	15.3	1.2	3.8	9.3
1980	19.5	9.1	35.8	49.5	14.0	26.3	16.4	1.3	4.1	9.8
<u>Income Taxes</u>										
1957	60.4	81.3	9.5	17.5	1.3	3.1	--	0.2	0.4	--
1962	56.9	80.3	10.5	19.6	1.5	3.3	0.1	0.5	0.3	--
1967	58.8	83.0	13.2	22.4	3.2	7.8	0.3	0.7	0.6	--
1972	55.6	82.5	17.9	29.1	4.5	11.1	1.9	0.7	0.9	--
1977	59.6	86.8	21.8	34.3	5.0	11.9	2.4	0.7	1.8	--
1979	63.4	88.9	23.9	35.8	5.3	12.2	3.0	0.8	1.8	--
1980	63.4	88.0	24.8	36.8	5.8	12.9	3.1	0.9	2.2	--
<u>All Other Taxes</u>										
1957	5.7	2.7	13.0	21.1	4.8	8.4	3.6	1.2	3.9	--
1962	6.0	3.3	11.2	18.7	3.9	7.1	3.4	0.8	4.4	--
1967	5.8	3.3	10.4	16.8	3.5	6.6	3.1	0.8	4.4	--
1972	6.2	4.4	8.7	13.3	3.3	5.9	3.6	0.9	3.4	--
1977	5.6	3.7	8.2	11.7	3.4	5.9	3.9	1.0	3.1	1.1
1979	5.0	2.7	8.4	11.2	4.0	6.6	4.6	1.3	3.7	1.1
1980	5.2	2.9	8.8	11.6	4.3	6.9	4.6	1.7	3.6	1.9

\*Less than 0.05 percent.

Source: ACIR staff computations based on U.S. Bureau of the Census, Governments Division, various reports; and ACIR staff estimates.

TABLE 28--LOCAL TAX COLLECTIONS, BY MAJOR SOURCE, SELECTED YEARS 1902-1981

Fiscal Year	Total Tax Collections	Property Taxes	Sales and Gross Receipts Taxes		Individual Income Taxes <sup>1/</sup>	All Other Taxes
			General	Selective		
AMOUNT (In Millions)						
1902	\$704	\$624	--	--	--	\$80
1913	1,308	1,192	--	\$3	--	113
1922	3,069	2,973	--	20	--	76
1927	4,479	4,360	--	25	--	94
1932	4,274	4,159	--	26	--	89
1936	4,083	3,865	\$40 <sup>2/</sup>	50 <sup>2/</sup>	--	128
1940	4,497	4,170	55 <sup>2/</sup>	75 <sup>2/</sup>	\$18	179
1944	4,703	4,361	60 <sup>2/</sup>	76 <sup>2/</sup>	26	180
1948	6,599	5,850	210 <sup>2/</sup>	190 <sup>2/</sup>	44	305
1952	9,466	8,282	369	258	85	473
1956	12,992	11,282	546	343	164	657
1960	18,081	15,798	875	464	254	692
1964	23,542	20,519	1,170	635	376	841
1968	31,171	26,835	1,204	728	1,077	1,327
1972	49,739	41,620	2,727	1,541	2,230	1,621
1976	67,557	54,884	4,711	2,445	3,127	2,390
1977	74,852	60,267	5,472	2,807	3,754	2,552
1978	80,381	64,058	6,193	3,133	4,071	2,926
1979	80,606	62,453	7,053	3,526	4,309	3,264
1980	86,387	65,607	8,160	3,912	4,990	3,718
1981 Est.	93,500	71,650	8,850	4,250	5,500	3,250
PERCENTAGE DISTRIBUTION						
1902	100.0	88.6	--	--	--	11.4
1913	100.0	91.1	--	0.2	--	8.6
1922	100.0	96.9	--	0.7	--	2.5
1927	100.0	97.3	--	0.6	--	2.1
1932	100.0	97.3	--	0.6	--	2.1
1936	100.0	94.7	1.0	1.2	--	3.1
1940	100.0	92.7	1.2	1.7	0.4	4.0
1944	100.0	92.7	1.3	1.6	0.6	3.8
1948	100.0	88.6	3.2	2.9	0.7	4.6
1952	100.0	87.5	3.9	2.7	0.9	5.0
1956	100.0	86.8	4.2	2.6	1.3	5.1
1960	100.0	87.4	4.8	2.6	1.4	3.8
1964	100.0	87.2	5.0	2.7	1.6	3.6
1968	100.0	86.1	3.9	2.3	3.5	4.3
1972	100.0	83.7	5.5	3.1	4.5	3.3
1976	100.0	81.2	7.0	3.6	4.6	3.5
1977	100.0	80.5	7.3	3.8	5.0	3.4
1978	100.0	79.7	7.7	3.9	5.1	3.6
1979	100.0	77.5	8.7	4.4	5.3	4.0
1980	100.0	75.9	9.4	4.5	5.8	4.3
1981 Est.	100.0	76.6	9.5	4.5	5.9	3.5

<sup>1/</sup> Includes minor amounts of local corporation income taxes.

<sup>2/</sup> The distribution of sales and gross receipts taxes between "General" and "Selective" for the years 1936-1948 are estimated.

Source: ACIR staff computations based on various reports of U.S. Bureau of the Census, Governments Division.

TABLE 29--PROPERTY TAX AS A PERCENTAGE OF TOTAL STATE-LOCAL TAXES,  
BY STATE, AND REGION, SELECTED YEARS, 1942-1980

State and Region	1980	1977	1972	1967	1962	1957	1942
United States	30.7	35.6	39.1	42.7	45.9	44.6 <sup>1/</sup>	53.2 <sup>1/</sup>
New England	(45.1)	(45.9)	(48.1)	(50.2)	(53.9)	(52.7)	(60.2)
Maine	37.2	36.1	45.0	48.5	52.8	50.0	62.7
New Hampshire	60.9	61.8	60.4	63.4	63.6	62.8	60.5
Vermont	41.9	40.8	42.9	40.1	45.2	45.0	50.4
Massachusetts	44.6	49.1	51.2	51.8	60.6	58.0	67.2
Rhode Island	41.7	41.2	39.5	45.6	47.8	50.4	62.6
Connecticut	44.2	46.6	49.4	52.0	53.6	50.0	57.5
Mideast	(28.0)	(30.1)	(33.6)	(37.5)	(40.5)	(41.4)	(54.6)
New York	33.5	35.8	36.6	39.4	44.4	47.7	58.4
New Jersey	43.8	50.3	57.1	56.9	64.7	64.0	75.3
Pennsylvania	25.5	26.1	27.3	33.6	34.7	33.4	51.1
Delaware	15.8	16.2	17.3	19.9	20.5	23.9	28.6
Maryland	26.1	29.8	32.3	41.2	41.7	42.5	57.7
Dist. of Col.	23.3	22.4	30.9	33.8	37.0	36.8	56.2
Great Lakes	(34.8)	(37.0)	(44.2)	(46.9)	(53.2)	(50.5)	(53.4)
Michigan	38.5	37.8	40.0	43.8	49.3	46.1	52.8
Ohio	34.7	38.9	43.7	51.7	51.7	48.0	47.8
Indiana	33.0	37.2	51.2	48.4	56.2	54.9	55.1
Illinois	33.9	37.0	41.6	48.9	53.4	51.7	55.5
Wisconsin	34.0	34.3	44.7	41.7	55.6	51.8	55.9
Plains	(36.0)	(38.5)	(45.2)	(52.9)	(56.0)	(54.8)	(60.0)
Minnesota	28.8	29.9	40.0	49.6	54.9	51.8	56.4
Iowa	37.2	38.8	46.2	50.4	56.5	48.8	55.3
Missouri	28.3	31.7	37.1	40.9	42.6	44.4	49.7
North Dakota	31.8	32.8	40.1	51.0	52.8	52.8	67.0
South Dakota	44.5	48.8	52.9	56.1	58.4	58.2	61.5
Nebraska	41.6	46.1	51.1	72.3	70.5	69.9	69.1
Kansas	39.5	41.1	49.0	50.3	56.1	58.0	60.9
Southeast	(21.3)	(22.9)	(24.3)	(27.0)	(29.4)	(27.7)	(38.0)
Virginia	27.5	28.8	28.5	30.0	35.9	31.1	39.6
West Virginia	17.2	18.0	20.6	26.7	27.2	25.4	32.7
Kentucky	18.3	18.7	21.0	27.0	30.3	36.3	47.0
Tennessee	24.0	25.1	26.9	29.3	33.3	28.9	44.1
North Carolina	22.8	23.6	25.2	26.4	27.9	26.8	31.3
South Carolina	22.5	23.4	23.9	21.2	24.3	23.0	37.0
Georgia	25.8	31.1	30.5	31.4	31.8	29.0	41.2
Florida	29.6	33.6	33.0	40.3	41.2	35.4	44.7
Alabama	12.1	11.8	14.8	17.7	20.3	20.2	32.5
Mississippi	21.7	22.0	22.6	27.7	29.9	27.5	41.0
Louisiana	13.2	15.6	20.1	20.5	22.6	21.8	33.7
Arkansas	20.4	22.8	24.1	26.1	28.3	26.5	30.7
Southwest	(26.0)	(28.9)	(31.6)	(36.6)	(37.4)	(36.6)	(43.4)
Oklahoma	18.3	22.5	27.2	32.9	31.2	30.4	35.7
Texas	34.7	36.5	39.1	45.4	45.3	46.2	55.5
New Mexico	16.2	18.2	20.6	22.5	25.2	23.4	34.2
Arizona	34.9	38.4	39.3	45.5	47.7	46.4	48.3
Rocky Mountain	(35.2)	(37.5)	(41.5)	(46.9)	(50.1)	(50.9)	(73.7)
Montana	45.5	47.3	50.6	56.0	56.8	58.3	68.4
Idaho	30.0	32.0	35.3	36.8	48.6	50.2	62.0
Wyoming	39.4	40.7	46.7	54.7	53.4	51.4	54.6
Colorado	33.3	38.1	40.8	45.8	47.7	50.8	56.6
Utah	27.9	29.2	34.1	41.4	44.1	43.8	53.3
Far West <sup>1/</sup>	(29.5)	(37.4)	(42.0)	(42.4)	(40.3)	(38.8)	(49.2)
Washington	29.4	31.1	36.5	30.8	30.9	29.6	33.7
Oregon	39.0	44.5	49.7	47.5	47.4	42.4	51.7
Nevada	26.3	32.0	34.1	40.0	32.7	36.1	61.4
California	23.3	42.0	47.7	51.4	50.2	47.2	49.9
Alaska	21.5	57.4	24.5	24.6	22.9	22.0	N.A.
Hawaii	15.1	17.1	19.1	20.3	16.0	15.8	N.A.

Note: Regional amounts are unweighted averages.

N.A.--Not available.

<sup>1/</sup> Excluding Alaska and Hawaii.

Source: ACIR staff computations based on various reports of U.S. Bureau of the Census, Governments Division.



TABLE 30--PROPERTY TAXES AS A PERCENT OF TOTAL LOCAL TAX COLLECTIONS,  
BY STATE AND REGION, SELECTED YEARS 1942-1980

State and Region	1980	1977	1972	1967	1962	1957	1942
United States	75.9	80.6	83.7	86.6	87.7	86.7	92.4
New England	(99.0)	(98.9)	(98.6)	(98.6)	(98.3)	(97.6)	(95.8)
Connecticut	98.9	99.1	99.2	99.4	99.2	98.6	94.2
Maine	99.4	99.2	97.8	99.1	98.3	98.3	96.9
Massachusetts	99.3	99.4	99.1	98.9	98.7	97.6	95.9
New Hampshire	98.3	98.1	98.3	98.9	98.6	97.8	95.3
Rhode Island	99.0	99.1	98.9	98.5	98.2	97.0	95.5
Vermont	99.3	98.7	98.0	96.7	96.9	96.3	97.2
Mideast <sup>1/</sup>	(72.6)	(75.0)	(77.1)	(84.1)	(85.5)	(84.9)	(92.8)
Delaware	87.2	85.0	82.3	93.3	93.6	94.6	94.8
Dist. of Columbia	23.3	22.4	30.9	33.8	37.0	36.8	56.2
Maryland	59.8	65.6	69.8	87.0	91.2	88.8	94.7
New Jersey	87.5	90.0	92.1	90.7	90.4	89.0	97.2
New York	64.9	68.4	70.8	75.8	77.3	77.6	89.4
Pennsylvania	63.6	66.2	70.3	73.8	75.1	74.7	88.0
Great Lakes	(87.1)	(89.4)	(91.4)	(93.8)	(95.1)	(93.6)	(96.2)
Illinois	77.1	82.0	86.7	88.2	88.7	86.0	91.0
Indiana	95.0	96.6	98.2	99.5	99.4	98.2	98.3
Michigan	92.3	91.8	91.8	93.7	98.8	97.7	97.8
Ohio	72.7	77.9	81.2	89.2	90.4	88.9	97.5
Wisconsin	98.4	98.7	98.9	98.4	98.2	97.0	96.3
Plains	(89.1)	(91.0)	(93.1)	(94.5)	(93.6)	(93.3)	(95.3)
Iowa	97.9	97.0	98.1	98.6	98.6	97.4	97.3
Kansas	92.0	94.1	96.4	97.2	97.0	96.5	97.5
Minnesota	95.3	96.2	97.0	97.7	97.2	96.2	96.4
Missouri	64.2	69.6	77.3	83.0	80.6	82.0	85.6
Nebraska	90.1	93.1	93.5	93.7	92.3	91.6	94.9
North Dakota	95.7	96.4	96.1	96.6	96.5	96.9	98.2
South Dakota	88.5	90.5	93.4	94.9	93.1	92.6	97.2
Southeast	(71.7)	(75.1)	(78.0)	(81.0)	(83.5)	(82.7)	(87.3)
Alabama	39.0	39.8	46.8	51.5	55.6	59.0	71.4
Arkansas	90.1	90.9	91.7	93.2	92.4	88.0	89.9
Florida	81.4	84.3	81.1	84.5	83.4	78.6	88.9
Georgia	72.9	81.1	88.0	89.4	88.3	87.0	88.2
Kentucky	56.5	66.7	70.7	76.5	78.7	82.8	91.7
Louisiana	41.0	50.1	58.8	66.0	77.7	76.9	79.9
Mississippi	94.1	94.2	90.5	81.0	80.6	82.5	88.6
North Carolina	81.1	82.4	89.9	97.2	96.4	94.8	91.6
South Carolina	92.6	93.1	94.1	93.0	93.0	90.7	92.1
Tennessee	64.3	67.9	70.7	78.5	88.2	86.3	86.9
Virginia	67.5	69.0	68.1	71.4	79.0	78.8	85.4
West Virginia	80.1	81.9	85.2	89.6	88.7	86.7	93.2
Southwest	(75.0)	(79.6)	(84.0)	(86.2)	(88.4)	(88.6)	(94.2)
Arizona	79.1	81.1	79.9	86.6	90.8	92.2	93.6
New Mexico	74.0	81.7	89.0	73.5	74.8	75.7	90.4
Oklahoma	63.2	69.8	79.9	90.7	95.1	95.0	97.4
Texas	83.5	85.8	87.0	93.8	92.9	91.4	95.5
Rocky Mountain	(85.5)	(88.5)	(92.0)	(93.3)	(93.4)	(93.9)	(95.7)
Colorado	69.3	75.9	82.1	90.5	91.0	91.6	93.9
Idaho	96.3	97.2	97.6	97.7	97.7	96.8	97.9
Montana	96.9	96.1	95.1	95.1	94.4	93.3	98.4
Utah	77.7	81.7	87.9	90.5	90.0	95.3	94.7
Wyoming	87.3	91.8	97.4	92.9	93.9	92.6	93.6
Far West <sup>2/</sup>	(70.6)	(78.6)	(84.0)	(87.8)	(85.9)	(85.5)	(91.6)
California	69.2	85.2	87.8	88.6	88.1	87.0	95.8
Nevada	61.1	67.3	70.1	81.1	75.1	78.3	83.5
Oregon	89.7	92.0	96.5	96.6	96.6	95.3	96.3
Washington	62.4	69.8	81.7	84.9	83.6	81.3	90.8
Alaska <sup>3/</sup>	80.3	78.7	69.5	76.2	74.8	(68.8)	N.A.
Hawaii <sup>3/</sup>	79.4	80.0	78.1	75.9	67.0	(70.6)	N.A.

N.A. - Not available.

<sup>1/</sup> Excluding the District of Columbia.

<sup>2/</sup> Excluding Alaska and Hawaii.

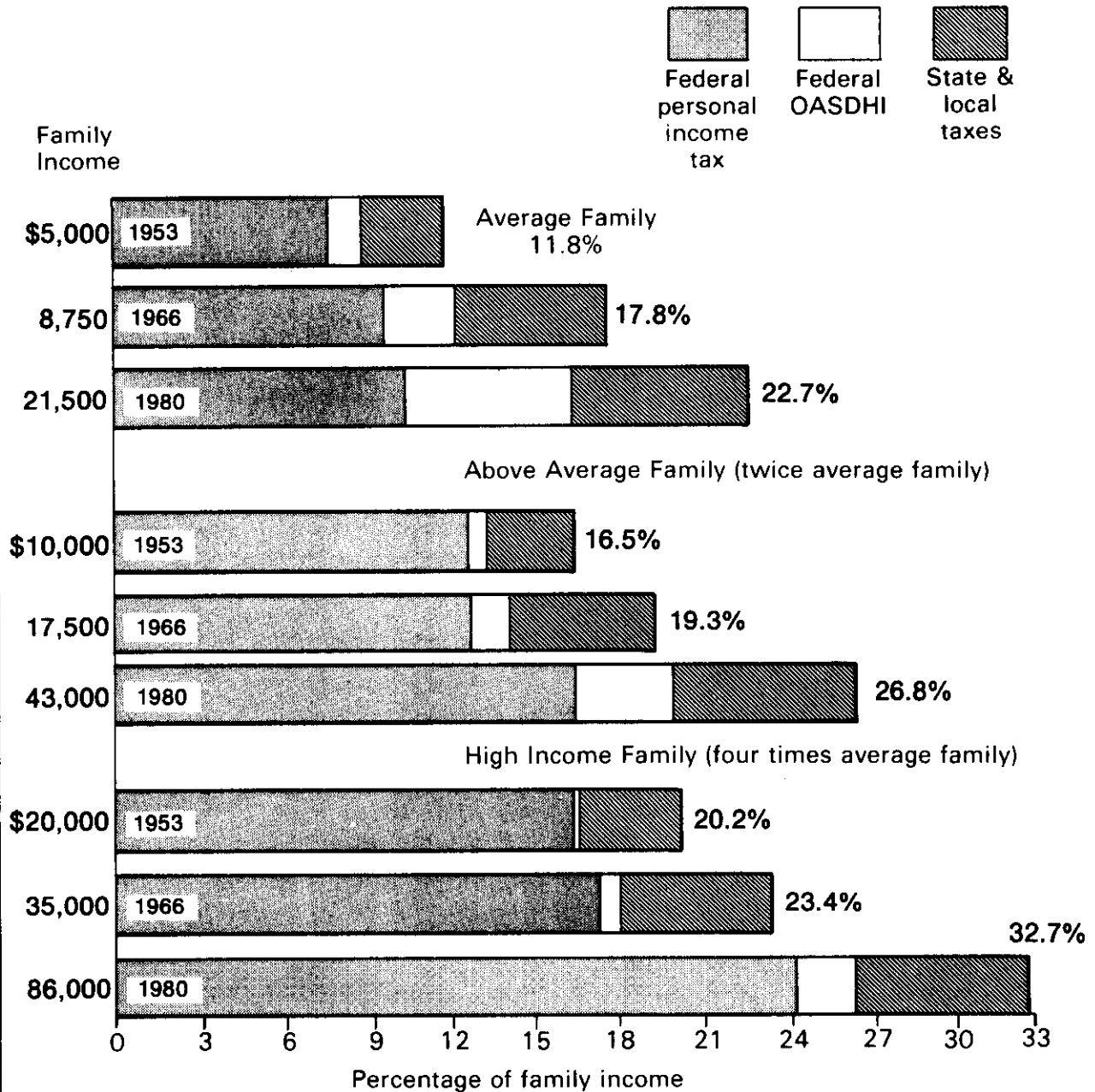
<sup>3/</sup> Data for years prior to statehood (shown in parentheses) not included in United States totals.

Note: Regional totals are unweighted averages.

Source: ACIR staff computations based on various reports of U.S. Bureau of the Census, Governments Division.

FIGURE 3

**A Comparison of Direct Tax Burdens Borne by Average and Upper Income Families, Calendar Years 1953, 1966, and 1980\***  
 (The Steady Growth in the Federal-State-Local Tax Take)



\*These estimates assume a family of four and include only: federal personal income taxes, personal contributions for federal OASDHI, state and local personal income and general sales taxes, and local residential property taxes.

Source: Table 31

TABLE 31--A COMPARISON OF DIRECT TAX BURDENS BORNE BY AVERAGE AND UPPER INCOME FAMILIES, CALENDAR YEARS 1953, 1966, 1977, AND 1980

Calendar Year	Selected Direct Taxes as a Percent of Family Income--						Family Income (Percent)			Percentage Decrease in After Tax Income--			
	Federal Personal Income Tax	Social Security Tax 1/ (OASDHI)	State-Local Taxes			Total Selected Taxes	Total	Decrease Due to Direct Taxes	After Tax Income	1953 to 1966	1966 to 1977	1977 to 1980	1953 to 1980
			Loc. Res. Prop. Tax	State-Loc. Per. Inc. Tax	State-Loc. General Sales Tax								
Average Family <sup>2/</sup> (\$21,500 in 1980)													
1953	7.6	1.1	2.2	0.3	0.6	11.8	100.0	11.8	88.2	...	...	...	...
1966	9.5	3.2	3.1	1.0	1.0	17.8	100.0	17.8	82.2	6.8	...	...	...
1977	9.6	5.9	3.9	1.8	1.3	22.5	100.0	22.5	77.5	...	5.7	...	...
1980	10.1	6.1	3.2	2.2	1.1	22.7	100.0	22.7	77.3	...	...	0.3	12.4
Twice the Average Family <sup>3/</sup> (\$43,000 in 1980)													
1953	12.8	0.5	1.8	0.9	0.5	16.5	100.0	16.5	83.5	...	...	...	...
1966	12.7	1.6	2.6	1.6	0.8	19.3	100.0	19.3	80.7	3.4	...	...	...
1977	14.8	3.0	3.2	2.9	0.9	24.8	100.0	24.8	75.2	...	6.8	...	...
1980	16.6	3.7	2.4	3.2	0.9	26.8	100.0	26.8	73.2	...	...	2.7	12.3
Four Times the Average Family <sup>4/</sup> (\$86,000 in 1980)													
1953	16.6	0.3	1.7	1.2	0.4	20.2	100.0	20.2	79.8	...	...	...	...
1966	17.3	0.8	2.4	2.4	0.5	23.4	100.0	23.4	76.6	4.0	...	...	...
1977	22.6	1.5	2.6	4.0	0.7	31.4	100.0	31.4	68.6	...	10.4	...	...
1980	24.3	1.8	1.9	4.1	0.6	32.7	100.0	32.7	67.3	...	...	1.9	15.7

1/ Personal contributions.

2/ Estimates for average family (married couple with two dependents) earning \$5,000 in 1953, \$8,750 in 1966, \$16,000 in 1977, and \$21,500 in 1980 assuming all income from wages and salaries and earned by one spouse.

3/ Estimates for twice the average family. Family earning \$10,000 in 1953, \$17,500 in 1966, \$32,000 in 1977, and \$43,000 in 1980 and assumes that earnings include \$165 (interest on state and local debt, and excludable dividends) in 1980, \$125 in 1977, \$50 in 1966, and \$25 in 1953; also assumes the inclusion of net long-term capital gains of \$1,600 in 1980, \$1,200 in 1977, \$625 in 1966, and \$350 in 1953.

4/ Estimates for four times the average family. Family earning \$20,000 in 1953, \$35,000 in 1966, \$64,000 in 1977, and \$86,000 in 1980 and assumes that earnings include \$1,515 (interest on state and local debt, and excludable dividends) in 1980, \$1,100 in 1977, \$525 in 1966, and \$265 in 1953; also assumes the inclusion of net long-term capital gains of \$9,200 in 1980, \$7,300 in 1977, \$3,360 in 1966, and \$1,730 in 1953.

Note: In computing federal personal income tax liabilities, deductions were estimated to be 14 percent of family income for the \$5,000 and \$8,750 families, and 12 percent of income for the \$10,000 family. Estimated itemized deductions were assumed for the remaining families. Interest on state and local debt, dividends, and nontaxable capital gains (estimated, based on I.R.S. Statistics of Income) were excluded from family income for these computations.

Residential property tax estimates assume average housing values of approximately 1.8 times family income for the average family in both 1953 (\$5,000) and 1966 (\$8,750), 2.2 times in 1977 (\$16,000), and 2.4 times in 1980 (\$21,500). The ratios for the remaining family income classes are: 1.5 for \$10,000 income (1953) and \$17,500 income (1966); 1.8 for \$32,000 income (1977); and 1.9 for \$43,000 income (1980); 1.4 for \$20,000 income (1953) and \$35,000 (1966); and 1.5 for \$64,000 income (1977); and \$86,000 income in 1980, with average effective property tax rates of 1.35 percent in 1980, 1.75 percent in 1977, 1.70 percent in 1966, and 1.20 percent in 1953. Based on U.S. Bureau of the Census, Governments Division, various reports and U.S. Census of Housing; Commerce Clearing House, State Tax Reporter; Internal Revenue Service, Statistics of Income, Individual Income Tax Returns; and ACIR staff estimates.

In computing state income tax liabilities, the optional standard deduction was used for the \$5,000, \$8,750, and \$10,000 income families, and estimated itemized deductions for the remaining families.

Estimated state-local general sales tax liabilities are based on the amounts allowed by the Internal Revenue Service as deductions in computing federal personal income taxes. The percentages shown for state-local personal income and general sales taxes are weighted averages (population) for all states including those without a sales or income tax.

Source: ACIR staff computations.

TABLE 32--A COMPARISON OF DIRECT TAX BURDENS FOR A MARRIED COUPLE WITH TWO DEPENDENTS, BASED ON MEDIAN INCOME REPORTED BY FHA INSURED MORTGAGORS LOCATED IN THE LARGEST CITY IN EACH STATE, 1980 1/  
A. Selected Federal and State-Local Direct Taxes

City and State by Region 1/	Family Income 1/		Selected Direct Taxes as a Percent of Family Income--					
	Amount	In Relation to Median City (Percent)	Total Selected Taxes		Federal Personal Income Tax	Social Security Tax (OASDHI) 3/	Selected State-Local Direct Taxes 2/	
			Amount	In Relation to Median City (Percent)			Amount	In Relation to Median City (Percent)
Median City	\$26,085	100	23.8	100	12.0	6.1	5.8	100
<b>New England</b>	23,442	90	22.6	95	10.8	6.1	5.6	97
Bridgeport, CT	20,750	80	20.8	87	9.8	6.1	4.9	84
Portland, ME	20,300 4/	78	20.4	86	9.6	6.1	4.7	81
Boston, MA	24,200	93	26.6	112	11.2	6.1	9.3	160
Manchester, NH	24,830 5/	95	20.1	84	11.4	6.1	2.6	45
Providence, RI	23,833	91	23.8	100	11.0	6.1	6.7	116
Burlington, VT	26,740 5/	103	23.6	99	12.1	5.9	5.6	97
<b>Mideast</b>	26,841	103	27.0	114	12.1	5.8	9.1	158
Wilmington, DE	21,959	84	23.0	97	10.3	6.1	6.6	114
Dist. of Col.	28,382	109	27.7	116	12.6	5.6	9.5	164
Baltimore, MD	26,589	102	25.7	108	12.0	6.0	7.7	133
Newark, NJ	28,960	111	26.1	110	12.8	5.4	7.9	136
New York, NY	27,046	104	29.9	126	12.2	5.9	11.8	203
Philadelphia, PA	28,112	108	29.4	124	12.5	5.6	11.3	195
<b>Great Lakes</b>	27,728	106	25.2	106	12.4	5.7	7.1	123
Chicago, IL	30,873	118	25.0	105	13.5	5.1	6.4	110
Indianapolis, IN	25,170	96	22.3	94	11.6	6.1	4.6	79
Detroit, MI	27,244	104	26.7	112	12.3	5.8	8.6	148
Cleveland, OH	27,700	106	24.2	102	12.4	5.7	6.1	105
Milwaukee, WI	27,652	106	28.0	118	12.4	5.7	9.9	171
<b>Plains</b>	24,158	93	23.3	98	11.2	6.0	6.1	106
Des Moines, IA	26,666	102	25.0	105	12.1	6.0	6.9	119
Wichita, KS	27,000	104	22.2	93	12.2	5.9	4.1	71
Minneapolis, MN	27,600 6/	106	27.2	114	12.4	5.8	9.0	155
St. Louis, MO	21,592	83	22.4	94	10.1	6.1	6.2	107
Omaha, NE	21,583	83	23.2	97	10.1	6.1	7.0	121
Fargo, ND	26,000	100	22.1	93	11.9	6.1	4.1	71
Sioux Falls, SD	18,666	72	21.0	88	9.4	6.1	5.5	95
<b>Southeast</b>	22,582	87	21.9	92	10.5	6.1	5.3	91
Birmingham, AL	22,980	88	22.6	95	10.7	6.1	5.8	100
Little Rock, AR	21,968	84	22.7	95	10.3	6.1	6.3	109
Jacksonville, FL	19,946	76	18.7	79	9.5	6.1	3.1	53
Atlanta, GA	24,733	95	23.8	100	11.4	6.1	6.3	109
Louisville, KY	21,589	83	24.3	102	10.1	6.1	8.1	140
New Orleans, LA	26,603	102	20.0	84	12.0	6.0	2.0	34
Jackson, MS	24,567	94	22.2	93	11.3	6.1	4.8	83
Charlotte, NC	21,900 6/	84	22.9	96	10.3	6.1	6.5	112
Columbia, SC	19,292	74	21.2	89	9.4	6.1	5.7	98
Memphis, TN	24,263	93	22.1	93	11.2	6.1	4.8	83
Norfolk, VA	22,938	88	22.5	95	10.7	6.1	5.7	98
Huntington, WV	20,200	77	20.0	84	9.6	6.1	4.3	74
<b>Southwest</b>	27,853	107	22.6	95	12.5	5.6	4.5	77
Phoenix, AZ	28,245	108	23.9	100	12.6	5.6	5.7	98
Albuquerque, NM	27,290	105	22.7	95	12.3	5.8	4.6	79
Oklahoma City, OK	24,392	94	21.3	89	11.3	6.1	3.9	67
Houston, TX	31,486	121	22.4	94	13.7	5.0	3.7	64
<b>Rocky Mountain</b>	25,288	97	23.0	97	11.6	6.0	5.4	93
Denver, CO	25,844	99	23.8	100	11.9	6.1	5.8	100
Boise, ID	27,142	104	24.3	102	12.2	5.9	6.2	107
Billings, MT	21,045	81	21.2	89	9.9	6.1	5.2	90
Salt Lake City, UT	26,326	101	25.3	106	12.0	6.0	7.3	126
Cheyenne, WY	26,085 7/	100	20.6	87	12.0	6.1	2.5	43
<b>Far West</b>	30,956	119	23.6	99	13.5	5.2	4.9	84
Los Angeles, CA	30,581	117	24.4	103	13.4	5.2	5.8	100
Las Vegas, NV	28,670	110	21.6	91	12.7	5.5	3.4	59
Portland, OR	27,552	106	25.5	107	12.4	5.8	7.3	126
Seattle, WA	30,736	118	21.5	90	13.4	5.2	2.9	50
Anchorage, AK	38,428	147	22.7	95	15.9	4.1	2.7	47
Honolulu, HI	29,769	114	25.6	108	13.1	5.3	7.2	124

- 1/ Income and property tax data are for FHA "Selected Housing Areas" whose boundaries conform to SMSA definitions and are for 1980 FHA insured existing mortgages only, which represent small and varying percentages (by state) of total single-family homes. These amounts may or may not be representative of all homes in a particular state.  
All other data are for the largest city in each state.
- 2/ Local residential property tax; state-local personal income tax; and state-local general sales taxes.
- 3/ Employee contributions.
- 4/ State of Maine data for the 4th quarter of 1977 increased to 1980 on the basis of the U.S. average annual percentage change. Portland data not available.
- 5/ State data. Increased from 1972 on the basis of the U.S. average annual percentage change.
- 6/ Estimated. 1979 data increased to 1980 on the basis of the U.S. average percentage change.
- 7/ State data. Cheyenne data not available.

Note: In computing personal income tax liabilities, estimated itemized deductions were assumed. Estimated state-local sales tax liabilities are based on the amounts allowed by the Internal Revenue Service as deductions in computing federal personal income taxes. Regional totals are unweighted averages.

Source: ACIR staff computations.

TABLE 32--A COMPARISON OF DIRECT TAX BURDENS FOR A MARRIED COUPLE WITH TWO DEPENDENTS, BASED ON MEDIAN INCOME REPORTED BY FHA INSURED MORTGAGORS LOCATED IN THE LARGEST CITY IN EACH STATE, 1980 <sup>1/</sup>  
 B. Selected State-Local Direct Taxes

City and State by Region <sup>1/</sup>	Family Income <sup>1/</sup>		Selected State-Local Direct Taxes as a Percent of Family Income--				
	Amount	In Relation to Median City (Percent)	Total Selected Taxes		Loc. Res. Prop. Tax <sup>1/</sup>	State- Local Per. Inc. Tax	State- Local General Sales Tax
			Amount	In Relation to Median City (Percent)			
Median City	\$26,085	100	5.8	100	2.3	2.3	1.1
New England	23,442	90	5.6	97	3.2	1.6	0.8
Bridgeport, CT	20,750	80	4.9	84	3.5	2/	1.4
Portland, ME	20,300 <sup>3/</sup>	78	4.7	81	2.5 <sup>3/</sup>	1.1	1.1
Boston, MA	24,200	93	9.3	160	4.7	3.9	0.7
Manchester, NH	24,830 <sup>4/</sup>	95	2.6	45	2.6 <sup>4/</sup>	2/	5/
Providence, RI	23,833	91	6.7	116	3.7	2.1	0.9
Burlington, VT	26,740 <sup>4/</sup>	103	5.6	97	2.3 <sup>4/</sup>	2.8	0.5
Midwest	26,841	103	9.1	158	3.4	4.8	0.9
Wilmington, DE	21,959	84	6.6	114	1.7	4.9	5/
Dist. of Columbia	28,382	109	9.5	164	3.6	4.9	1.0
Baltimore, MD	26,589	102	7.7	133	2.0	4.7	1.0
Newark, NJ	28,960	111	7.9	136	5.3	1.8	0.8
New York, NY	27,046	104	11.8	203	3.8	6.1	1.9
Philadelphia, PA	28,112	108	11.3	195	4.0	6.5	0.8
Great Lakes	27,728	106	7.1	123	2.8	3.2	1.1
Chicago, IL	30,873	118	6.4	110	2.8	2.1	1.5
Indianapolis, IN	25,170	96	4.6	79	1.9	1.7	1.0
Detroit, MI	27,244	104	8.6	148	4.2	3.5	0.9
Cleveland, OH	27,700	106	6.1	105	2.0	3.1	1.0
Milwaukee, WI	27,652	106	9.9	171	3.3	5.7	0.9
Plains	24,158	93	6.1	106	2.6	2.4	1.1
Des Moines, IA	26,666	102	6.9	119	2.6	3.6	0.7
Wichita, KS	27,000	104	4.1	71	1.3	1.9	0.9
Minneapolis, MN	27,600 <sup>6/</sup>	106	9.0	155	2.6 <sup>6/</sup>	5.7	0.7
St. Louis, MO	21,592	83	6.2	107	2.0	2.8	1.4
Omaha, NE	21,583	83	7.0	121	4.5	1.0	1.5
Fargo, ND	26,000	100	4.1	71	2.0	1.5	0.6
Sioux Falls, SD	18,666	72	5.5	95	3.5	2/	2.0
Southeast	22,582	87	5.3	91	1.9	2.1	1.3
Birmingham, AL	22,980	88	5.8	100	1.1	3.2	1.5
Little Rock, AR	21,968	84	6.3	109	2.8	2.5	1.0
Jacksonville, FL	19,946	76	3.1	53	2.2	2/	0.9
Atlanta, GA	24,733	95	6.3	109	2.3	2.7	1.3
Louisville, KY	21,589	83	8.1	140	2.1	4.9	1.1
New Orleans, LA	26,603	102	2.0	34	0.4	0.3	1.3
Jackson, MS	24,567	94	4.8	83	1.9	1.2	1.7
Charlotte, NC	21,900 <sup>6/</sup>	84	6.5	112	1.8 <sup>6/</sup>	3.5	1.2
Columbia, SC	19,292	74	5.7	98	2.0	2.4	1.3
Memphis, TN	24,263	93	4.8	83	3.0	2/	1.8
Norfolk, VA	22,938	88	5.7	98	1.6	3.0	1.1
Huntington, WV	20,200	77	4.3	74	1.8	1.6	0.9
Southwest	27,853	107	4.5	77	2.1	1.1	1.3
Phoenix, AZ	28,245	108	5.7	98	2.1	2.3	1.3
Albuquerque, NM	27,290	105	4.6	79	2.5	0.7	1.4
Oklahoma City, OK	24,392	94	3.9	67	1.1	1.5	1.3
Houston, TX	31,486	121	3.7	64	2.6	2/	1.1
Rocky Mountain	25,288	97	5.4	93	2.2	2.3	1.0
Denver, CO	25,844	99	5.8	100	2.5	2.0	1.3
Boise, ID	27,142	104	6.2	107	1.9	3.5	0.8
Billings, MT	21,045	81	5.2	90	2.9	2.3	5/
Salt Lake City, UT	26,326	101	7.3	126	2.3	3.5	1.5
Cheyenne, WY	26,085 <sup>7/</sup>	100	2.5	43	1.2 <sup>7/</sup>	2/	1.3
Far West	30,956	119	4.9	84	2.3	1.8	0.8
Los Angeles, CA	30,581	117	5.8	100	2.0	2.5	1.3
Las Vegas, NV	28,670	110	3.4	59	2.6	2/	0.8
Portland, OR	27,552	106	7.3	126	3.1	4.2	5/
Seattle, WA	30,736	118	2.9	50	1.8	2/	1.1
Anchorage, AK	38,428	147	2.7	47	2.7	2/	5/
Honolulu, HI	29,769	114	7.2	124	1.6	4.3	1.3

<sup>1/</sup> Income and property tax data are for FHA "Selected Housing Areas" whose boundaries conform to SMSA definitions and are for 1980 FHA insured existing mortgages only, which represent small and varying percentages (by state) of total single-family homes. These amounts may or may not be representative of all homes in a particular state.

All other data are for the largest city in each state.

<sup>2/</sup> No broad-based personal income tax.

<sup>3/</sup> State of Maine data for the 4th quarter of 1977 increased to 1980 on the basis of the U.S. average annual percentage change. Portland data not available.

<sup>4/</sup> State data. Increased from 1972 on the basis of the U.S. average annual percentage change.

<sup>5/</sup> No general sales tax.

<sup>6/</sup> Estimated. 1979 data increased to 1980 on the basis of the U.S. average percentage change.

<sup>7/</sup> State data. Cheyenne data not available.

Note: In computing personal income tax liabilities, estimated itemized deductions were assumed. Estimated state-local sales tax liabilities are based on the amounts allowed by the Internal Revenue Service as deductions in computing federal personal income taxes. Regional totals are unweighted averages.

Source: ACIR staff computations.

TABLE 33--EFFECTIVE RATES OF STATE PERSONAL INCOME TAXES FOR SELECTED ADJUSTED GROSS INCOME LEVELS, MARRIED COUPLE WITH TWO DEPENDENTS, BY STATE, 1980 <sup>1/</sup>

State and Region	Adjusted Gross Income Level							
	\$10,000	\$15,000	\$17,500	\$20,000	\$25,000	\$50,000	\$75,000	\$100,000
<b>New England</b>	1.1%	1.8%	2.0%	2.2%	2.7%	4.4%	5.4%	6.2%
Maine	.4	.6	.8	1.1	1.9	4.6	5.9	6.7
Massachusetts	2.5	3.0	3.4	3.6	3.9	4.6	4.9	5.0
Rhode Island	.7	1.6	1.8	1.8	2.2	3.8	5.0	5.9
Vermont	.9	1.9	2.1	2.2	2.7	4.6	6.0	7.1
<b>Mideast</b>	1.6	2.1	2.4	2.8	3.4	4.8	5.4	5.8
Delaware	2.4	2.3	2.9	3.6	4.4	6.5	8.1	9.2
District of Columbia	1.3 <sup>2/</sup>	2.6	3.1	3.7	4.6	7.0	7.9	8.4
Maryland	2.1	2.1	2.4	2.7	3.1	3.8	4.0	4.1
New Jersey	.4	1.4	1.5	1.6	1.7	2.1	2.2	2.3
New York	1.3	1.8	2.3	2.9	4.2	7.0	7.9	8.4
Pennsylvania	2.2	2.2	2.2	2.2	2.2	2.2	2.2	2.2
<b>Great Lakes</b>	.7	1.7	2.0	2.2	2.5	3.2	3.5	3.8
Illinois	1.5	1.8	1.9	2.0	2.1	2.3	2.4	2.4
Indiana <sup>3/</sup>	1.1	1.6	1.6	1.7	1.7	1.6	1.6	1.7
Michigan <sup>4/</sup>	1.1	1.1	1.3	1.4	1.6	2.8	3.4	3.9
Ohio	.5	.8	1.0	1.2	1.5	2.3	2.7	2.9
Wisconsin <sup>5/*</sup>	-.6	3.4	4.1	4.7	5.5	7.0	7.6	7.9
<b>Plains <sup>5/</sup></b>	-.1	1.3	1.6	2.1	2.6	3.8	4.1	4.3
Iowa <sup>*</sup>	2.4	2.1	2.5	3.0	3.5	4.5	4.9	5.1
Kansas <sup>6/</sup>	.7	1.1 <sup>6/</sup>	1.1	1.4	1.8	3.0	3.2	3.4
Minnesota <sup>7/*</sup>	-4.3	2.8	3.5	4.5	5.5	7.3	7.4	7.4
Missouri <sup>8/</sup>	.6	.9	1.2	1.6	2.1	2.8	2.8	2.8
Nebraska <sup>5/</sup>	-.6	.5	.8	.9	1.3	2.8	3.8	4.5
North Dakota <sup>9/</sup>	.5	.6	.8	1.1	1.5	2.2	2.5	2.6
<b>Southeast</b>	1.4	1.3	1.6	2.0	2.5	3.5	3.8	4.0
Alabama	1.7	1.4	1.7	2.0	2.3	2.7	2.6	2.5
Arkansas	1.6	1.6	1.9	2.3	2.9	4.5	5.0	5.4
Georgia	.8	1.1	1.5	2.0	2.7	4.0	4.4	4.7
Kentucky	2.6	1.9	2.3	2.6	3.0	3.3	3.2	3.1
Louisiana	---	---	---	---	.3	.7	1.0	1.1
Mississippi	---	---	.3	.7	1.2	2.3	2.7	2.9
North Carolina	2.3	2.3	2.7	3.2	3.9	5.1	5.4	5.7
South Carolina <sup>*</sup>	1.6	1.6	2.0	2.6	3.3	4.8	5.2	5.5
Virginia	1.8	2.0	2.3	2.7	3.2	4.2	4.5	4.7
West Virginia <sup>10/</sup>	1.4	1.3	1.4	1.6	1.9	3.1	3.9	4.5
<b>Southwest <sup>5/</sup></b>	-.5	.2	.5	.8	1.4	3.0	3.6	3.9
Arizona <sup>5/*</sup>	-.1	.9	1.2	1.6	2.1	3.3	3.4	3.4
New Mexico <sup>11/</sup>	-1.9	-.7 <sup>6/</sup>	-.4	-.1	.5	2.4	3.5	4.3
Oklahoma	.4	.6 <sup>6/</sup>	.7	1.0	1.6	3.3	3.8	4.1
<b>Rocky Mountain</b>	.9	1.2	1.6	2.1	2.8	4.1	4.3	4.4
Colorado <sup>*</sup>	1.0	0.9	1.2	1.5	2.0	2.9	3.0	3.0
Idaho	.1	1.3	1.9	2.5	3.4	5.0	5.5	5.9
Montana <sup>*</sup>	1.2	1.1	1.5	2.1	2.9	4.6	4.9	5.0
Utah	2.0	1.9	2.4	2.9	3.5	4.1	4.0	3.9
<b>Far West</b>	.5	1.5	2.0	2.6	3.3	5.3	6.5	7.2
California <sup>5/*</sup>	-1.4	.6	.9	1.3	1.9	4.5	6.2	7.2
Oregon <sup>*</sup>	2.3	2.1	2.6	3.2	4.0	5.6	6.7	7.3
Hawaii <sup>12/</sup>	.6 <sup>12/</sup>	1.9	2.5	3.2	4.0	5.8	6.6	7.2
<b>Median Rate</b>	1.0	1.4	1.8	2.0	2.3	3.8	4.0	4.5
<b>Federal Rate</b>	3.7	8.3	9.3	9.5	11.5	19.9	26.2	31.0

See notes on next page.

TABLE 33--EFFECTIVE RATES OF STATE PERSONAL INCOME TAXES FOR SELECTED ADJUSTED GROSS INCOME LEVELS, MARRIED COUPLE WITH TWO DEPENDENTS, BY STATE, 1980 1/

(Continued from previous page.)

Note: "Effective rates" are computed as the percentage that tax liability is of adjusted gross income (i.e., income after business deductions but before personal exemptions and other allowable deductions). In computing income taxes, it was assumed that all income was from wages and salaries and earned by one spouse. In computing the state income taxes at the \$10,000 income level, the optional standard deductions, low income allowances, and optional tax tables were used. For the other income levels (based on deductions claimed on federal income tax returns) the following estimated itemized deductions were assumed (excluding deductions for federal or state income taxes): \$15,000--\$4,250; \$17,500--\$4,600; \$20,000--\$4,700; \$25,000--\$5,050; \$50,000--\$7,850; \$75,000--\$10,950; and \$100,000--\$13,165. For federal tax computations, the zero bracket amount (\$3,400) applied for the \$10,000 and \$15,000 levels; and the average of the zero bracket amount and estimated itemized deductions (\$3,900) for the \$17,500 level. For the remaining income levels, the following estimated itemized deductions were assumed: \$20,000--\$5,150; \$25,000--\$5,700; \$50,000--\$10,000; \$75,000--\$14,400; and \$100,000--\$18,400 (state itemized deductions with the addition of est. state income taxes and less certain deductions not allowed under federal law); except that when the state income tax is itself deductible for state income tax purposes, the actual state tax liability was included for both federal and state tax computations. Excludes the following states with limited personal income taxes--Connecticut (capital gains and dividends); New Hampshire and Tennessee (interest and dividends).

--Indicates no tax liability.      \*States with indexation provisions.

Regional percentages are unweighted averages.

- 1/ Based upon tax liability on income earned during calendar year 1980.
- 2/ Includes a renter credit (\$142 est.).
- 3/ Includes the \$1,500 renter deduction at the \$10,000 income level; and estimated credits for college contributions for the following income levels: \$50,000--\$100 credit, \$75,000 and \$100,000 levels--\$200 credit.
- 4/ Includes credits for estimated city (Detroit) income and property tax payments.
- 5/ Negative rates result from credits allowed for consumer type taxes paid and/or property tax or renter credits. If the credit exceeds the tax liability the taxpayer can apply for a refund.
- 6/ In computing both federal and state tax liabilities at the \$15,000 income level, estimated itemized deductions of \$3,400 were used.
- 7/ Includes an estimated \$429 renter credit for the \$10,000 income level and the \$50 homemaker credit through the \$25,000 level.
- 8/ In addition to the itemized deductions indicated in the general note above, includes the deduction for social security taxes for itemized return filers.
- 9/ In addition to the itemized deductions indicated in the general note above, includes the deduction for medical expenses incurred but disallowed on the federal return because of the federal limitation.
- 10/ In computing tax liabilities, the itemized deductions used were federal itemized deductions, less the estimated average state income tax included.
- 11/ In computing the state tax liabilities, estimated federal itemized deductions were used, substituting the actual New Mexico income tax liability for the estimated average state income tax liability included. The negative rates result from the food and medical (4% of allowable medical and dental expenses) tax credits.
- 12/ Includes excise tax and renter credits.

Source: ACIR staff computations based on the Commerce Clearing House, State Tax Reporter; and Department of the Treasury, Internal Revenue Service, Your Federal Income Tax, 1980 Edition.

TABLE 34--EFFECTIVE RATES OF STATE PERSONAL INCOME TAXES FOR SELECTED ADJUSTED GROSS INCOME LEVELS, MARRIED COUPLE WITH TWO DEPENDENTS, BY STATE, 1953, 1965, 1977, AND 1980

State and Region	Adjusted Gross Income Level											
	\$10,000				\$17,500				\$25,000			
	1953	1965	1977	1980	1953	1965	1977	1980	1953	1965	1977	1980
New England	2.2	2.7	1.3	1.1		3.0	2.2	2.0	2.8	3.3	2.8	2.7
Maine	1/	1/	.4	.4		1/	1.0	.8	1/	1/	2.1	1.9
Massachusetts 2/	1.6	1.7	2.7	2.5		1.7	3.6	3.4	1.7	1.7	4.0	3.9
Rhode Island	1/	1/	.8	.7		1/	1.7	1.8	1/	1/	2.1	2.2
Vermont	2.8	3.7	1.1	.9		4.3	2.6	2.1	3.9	4.9	3.1	2.7
Mideast	1.3	2.0	2.1	1.6		2.8	2.7	2.4	2.6	3.6	3.4	3.4
Delaware 2/	1.1	2.2	2.5	2.4		3.8	3.5	2.9	3.1	4.8	4.7	4.4
District of Columbia	.6	1.6	2.7	1.3		1.9	3.4	3.1	1.4	2.4	4.6	4.6
Maryland	1.3	1.9	2.5	2.1	N	2.0	2.6	2.4	1.5	2.2	3.1	3.1
New Jersey	1/	1/	.6	.4		1/	1.5	1.5	1/	1/	1.7	1.7
New York	2.2	2.2	2.1	1.3		3.5	3.0	2.3	4.4	5.0	4.4	4.2
Pennsylvania	1/	1/	2.0	2.2	O	1/	2.0	2.2	1/	1/	2.0	2.2
Great Lakes	2.9	2.5	1.7	.7		3.1	2.0	2.0	4.8	3.7	2.5	2.5
Illinois	1/	1/	1.5	1.5	T	1/	1.9	1.9	1/	1/	2.1	2.1
Indiana	1/	1.3	1.5	1.1		1.6	1.7	1.6	1/	1.7	1.8	1.7
Michigan 3/	1/	1/	1.5	1.1		1/	1.0	1.3	1/	1/	1.4	1.6
Ohio	1/	1/	.5	.5		1/	1.0	1.0	1/	1/	1.5	1.5
Wisconsin 4/	2.9	3.7	3.3	-.6		4.5	4.4	4.1	4.8	5.6	5.6	5.5
Plains	1.6	2.0	1.2	-.1		2.6	2.4	1.6	2.7	3.2	3.2	2.6
Iowa	2.0	2.1	2.8	2.4		2.2	2.8	2.5	2.1	2.4	3.4	3.5
Kansas	.8	1.8	1.0	.7		1.9	1.5	1.1	1.4	2.4	2.0	1.8
Minnesota 4/	3.0	4.1	1.4	-4.3	C	4.8	5.6	3.5	4.6	5.6	6.7	5.5
Missouri	1.0	1.0	.7	.6		1.4	1.4	1.2	1.7	1.7	2.1	2.1
Nebraska 4/	1/	1/	.2	-.6		1/	1.6	.8	1/	1/	2.1	1.3
North Dakota 2/	1.1	1.2	.8	.5	O	2.7	1.7	.8	3.8	3.8	3.1	1.5
Southeast	1.5	1.4	1.5	1.4		2.1	1.9	1.6	2.8	2.6	2.6	2.5
Alabama	1.5	1.4	1.7	1.7	M	2.1	1.9	1.7	2.4	2.4	2.3	2.3
Arkansas	.6	1.3	1.6	1.6		2.0	2.1	1.9	2.0	2.5	2.9	2.9
Georgia	1.3	1.0	.8	.8		2.2	1.7	1.5	3.5	3.1	2.7	2.7
Kentucky	2.3	2.3	2.5	2.6	P	2.7	2.4	2.3	3.1	3.1	2.9	3.0
Louisiana	.4	.4	.6	--		.8	1.0	--	.9	.9	1.0	.3
Mississippi	.7	.5	.4	--		1.1	1.1	.3	2.1	1.6	1.8	1.2
North Carolina	2.9	2.9	2.6	2.3	U	3.6	3.1	2.7	4.7	4.4	3.9	3.9
South Carolina	1.7	1.5	1.6	1.6		2.7	2.2	2.0	3.4	3.8	3.3	3.3
Virginia	2.3	2.3	1.8	1.8		2.8	2.2	2.3	3.5	3.3	3.1	3.2
West Virginia	1/	.8	1.4	1.4	T	1.0	1.5	1.4	1/	1.2	1.9	1.9
Southwest	.6	.8	.4	-.5		1.1	1.0	.5	1.2	1.5	1.9	1.4
Arizona 2/4/	.6	.9	1.6	-.1	E	1.4	1.7	1.2	1.3	1.9	2.5	2.1
New Mexico 2/4/	.5	.8	-.9	-1.9		.9	.5	-.4	.6	.9	1.4	.5
Oklahoma	.6	.7	.5	.4		1.1	.9	.7	1.6	1.6	1.8	1.6
Rocky Mountain	1.2	2.0	1.8	.9	D	2.9	2.4	1.6	2.5	3.6	3.3	2.8
Colorado	.9	1.5	1.4	1.0		2.4	1.7	1.2	2.8	3.2	2.6	2.0
Idaho	1.3	2.2	1.0	.1		3.2	2.5	1.9	2.8	4.0	3.6	3.4
Montana 2/	.9	1.9	2.8	1.2		2.9	2.7	1.5	1.9	3.6	3.6	2.9
Utah	1.6	2.4	2.0	1.4		3.1	2.6	1.8	2.5	3.4	3.4	3.1
Far West	1.4	2.7	1.3	.5		3.2	2.7	2.0	2.3	3.9	3.7	3.3
California 4/	.5	.5	-.4	-1.4		1.0	1.6	.9	1.1	1.6	2.5	1.9
Oregon	2.2	3.3	3.0	2.3		3.7	3.3	2.6	3.4	4.4	4.3	4.0
Hawaii	N.A.	4.2	1.3	.6		4.9	3.2	2.5	N.A.	5.8	4.3	4.0
Median rate	1.3	1.7	1.4	1.0		2.2	1.9	1.8	2.5	3.1	2.6	2.3
Federal tax	13.3	11.1	4.5	3.7		13.3	10.2	9.3	20.4	16.1	12.5	11.5

See notes on next page.



TABLE 34--EFFECTIVE RATES OF STATE PERSONAL INCOME TAXES FOR SELECTED  
ADJUSTED GROSS INCOME LEVELS, MARRIED COUPLE WITH TWO DEPENDENTS,  
BY STATE, 1953, 1965, 1977, AND 1980

(Continued from previous page.)

Note: "Effective rates" are computed as the percentage that tax liability is of adjusted gross income (i.e., income after business deductions but before personal exemptions and other allowable deductions). In computing income taxes, it was assumed that all income was from wages and salaries and earned by one spouse. In computing tax liabilities at the \$10,000 income level, the optional standard deductions, low income allowances, and optional tax tables were used for states and the following estimated deductions for federal: 1980 and 1977, the zero bracket amount; 1965--14% of A.G.I.; and 1953--12% of A.G.I. For the other income levels (based on deductions claimed on federal income tax returns) the following estimated itemized deductions were assumed for state computations: \$17,500 income level--\$4,600 in 1980; \$3,915 in 1977, and \$2,640 in 1965; \$25,000 income level--\$5,050 in 1980, \$5,115 in 1977, \$3,475 in 1965, and \$2,525 in 1953. For federal computations at the \$17,500 level, estimated deductions were assumed to be \$3,900 in 1980 and \$3,800 in 1977 (average of the zero bracket amount and estimated itemized deductions) and \$2,925 estimated itemized in 1965. At the \$25,000 level federal estimated itemized deductions of \$5,700 in 1980, \$5,850 in 1977, \$3,843 in 1965, and \$3,150 in 1953 were assumed. New Hampshire and Tennessee are excluded since their personal income taxes apply only to interest and dividend income; also excluded is the Connecticut "capital gains and dividends tax."

Regional percentages are unweighted averages.

N.A.--Data not available.

--Indicates no tax liability.

1/ No personal income tax for year indicated.

2/ As there was no standard deduction in 1953, the standard deduction authorized under present laws was used in computing the 1953 tax liability.

3/ Includes credits for estimated city (Detroit) income and property tax payments.

4/ Negative rates result from credits allowed for consumer-type taxes paid and/or property tax or renter credits. If the credit exceeds the tax liability, the taxpayer can apply for a refund.

Source: ACIR staff computations.

TABLE 35--STATE PERSONAL INCOME TAX RECEIPTS IN RELATION TO SELECTED FEDERAL, STATE, AND LOCAL REVENUE ITEMS, SELECTED YEARS 1953-1981

Fiscal Years	State Personal Income Tax Receipts as a Percent of -					
	State Personal Income Tax Receipts (\$'000,000)	Federal Personal Income Tax Receipts	State Tax Collections			Local Property Tax Receipts
			Total State Collections	General Sales and Gross Receipts	Corporation Income Tax Receipts	
1953	969 <u>1/</u>	3.2	9.2	39.8	119.6	10.8
1963	2,956	6.2	13.4	53.4	196.4	15.4
1968	6,231	9.1	17.1	59.7	247.5	23.2
1971	10,153	11.8	19.7	65.6	296.5	27.6
1974	17,078	14.4	23.0	75.5	283.9	36.8
1975	18,819	15.4	23.5	75.9	283.3	37.6
1976	21,448	16.3	24.0	78.5	294.9	39.1
1977	25,493	16.3 <u>2/</u>	25.2	82.5	277.9	42.3
1978	29,105	16.1	25.7	82.5	271.0	45.4
1979	32,622	15.0	26.1	82.6	269.0	52.2
1980 Prel.	37,089	15.2	27.1	85.9	278.4	56.3
1981 Est.	41,500	15.0	28.1	87.4	296.4	57.9

1/ Includes corporation income taxes for three states--Alabama, Louisiana, and Missouri.

2/ No increase from previous year due to change in federal fiscal year.

Source: ACIR staff computations based on U.S. Bureau of the Census, Governments Division, various publications, and staff estimates.

TABLE 36--A COMPARISON OF FEDERAL AND MEDIAN STATE PERSONAL INCOME TAX EFFECTIVE RATES FOR SELECTED ADJUSTED GROSS INCOME LEVELS, MARRIED COUPLE WITH TWO DEPENDENTS, 1953-1980

Calendar Year and Level of Government	Adjusted Gross Income Class--			
	\$5,000	\$7,500	\$10,000	\$25,000
Effective Rates <u>1/</u>				
1953 - Federal	7.6%	10.8%	13.3%	20.4%
State	0.4	0.8	1.3	2.5
1968 - Federal	5.2	8.0	10.4	16.0
State	0.5	1.2	1.7	3.2
1971 - Federal	3.6	7.0	9.1	15.3
State	0.5	1.2	1.6	3.2
1974 - Federal <u>2/</u>	*	4.2	6.9	13.3
State	0.3	1.1	1.5	3.0
1977 - Federal	-6.0	-0.1	4.5	12.5
State	0.0	0.8	1.5	2.7
1980 - Federal	Not	Not	3.7	11.5
State	Computed	Computed	1.0	2.3

\*Less than .05 percent.

1/ "Effective Rates" are computed as the percentage that tax liability is of adjusted gross income.

2/ After rebates provided by the "Tax Reduction Act of 1975."

Source: ACIR staff computations.

TABLE 37--AVERAGE EFFECTIVE PROPERTY TAX RATES, EXISTING SINGLE FAMILY HOMES WITH FHA INSURED MORTGAGES, BY STATE AND REGION, SELECTED YEARS 1958-1980 1/

State and Region	1980	1977	1975 2/	1971	1966	1958	State and Region	1980	1977	1975 2/	1971	1966	1958
United States	1.28	1.67	1.89	1.98	1.70	1.34	Southeast						
New England							Virginia	1.26	1.21	1.32	1.32	1.13	0.90
Maine	1.25 3/	1.65	1.86	2.43	2.17	1.58	W. Virginia	0.43	N.A.	0.78	0.69	0.71	0.56
N. Hampshire	1.73 4/	N.A.	(2.38)	3.14	2.38	1.81	Kentucky	1.19	1.25	1.23	1.27	1.03	0.93
Vermont	1.60 5/	N.A.	(2.21)	2.53	2.27	1.63	Tennessee	1.27	1.40	1.31	1.53	1.37	0.97
Massachusetts	2.51	3.50	3.26	3.13	2.76	2.21	N. Carolina	0.95	1.35	1.51	1.58	1.31	0.90
Rhode Island	1.93	N.A.	(2.27)	2.21	1.96	1.67	S. Carolina	0.81	0.82	1.07	0.94	0.60	0.48
Connecticut	1.55	2.17	1.94	2.38	2.01	1.44	Georgia	1.24	1.27	1.33	1.44	1.30	0.84
Midwest							Florida	1.02	1.13	1.18	1.41	1.09	0.76
New York	2.75	2.89	2.56	2.72	2.40	2.09	Alabama	0.56	0.74	0.75	0.85	0.66	0.56
New Jersey	2.60	3.31	3.15	3.01	2.57	1.77	Mississippi	0.93	1.10	1.12	0.96	0.93	0.66
Pennsylvania	1.57	1.85	1.71	2.16	1.88	1.50	Louisiana	0.26	0.61	0.64	0.56	0.43	0.52
Delaware	0.85	0.88	0.92	1.26	1.14	0.71	Arkansas	1.53	1.49	1.41	1.14	1.09	0.84
Maryland	1.61	1.69	2.01	2.24	2.05	1.47	Southwest						
Dist. of Col.	1.30	N.A.	1.78	1.80	1.37	1.08	Oklahoma	0.91	0.95	1.27	1.35	1.11	0.86
Great Lakes							Texas	1.57	1.84	2.06	1.91	1.62	1.36
Michigan	2.54	2.63	2.38	2.02	1.81	1.45	New Mexico	1.12	1.65	1.56	1.70	1.30	0.93
Ohio	1.08	1.26	1.29	1.47	1.44	1.07	Arizona	1.16	1.72	1.54	1.65	2.41	2.14
Indiana	1.19	1.66	1.64	1.96	1.64	0.84	Rocky Mountain						
Illinois	1.50	1.90	2.21	2.15	1.96	1.35	Montana	1.11	1.31	1.60	2.19	1.70	1.32
Wisconsin	1.67	2.22	2.63	3.01	2.31	1.82	Idaho	0.96	1.46	1.86	1.72	1.23	1.14
Plains							Wyoming	0.50	0.87	1.12	1.38	1.34	1.17
Minnesota	0.93	1.39	1.58	2.05	2.14	1.57	Colorado	1.05	1.80	1.99	2.45	2.20	1.72
Iowa	1.48	1.76	2.20	2.63	2.12	1.34	Utah	1.02	1.03	1.20	1.49	1.52	1.05
Missouri	1.00	1.59	1.85	1.79	1.64	1.12	Far West						
N. Dakota	1.00	1.26	1.53	2.08	1.81	1.54	Washington	1.06	1.75	1.86	1.62	1.14	0.92
S. Dakota	1.70	1.79	2.14	2.71	2.64	2.01	Oregon	1.72	2.25	2.18	2.33	1.98	1.55
Nebraska	2.37	2.48	2.50	3.15	2.67	1.90	Nevada	1.22	1.71	1.53	1.48	1.47	1.06
Kansas	0.94	1.37	1.55	2.17	1.96	1.65	California	0.98	2.21	2.08	2.48	2.03	1.50
							Alaska	1.35	N.A.	1.73	1.61	1.42	1.12
							Hawaii	0.42	N.A.	(0.95)	0.92	0.81	0.62

- continued next column -

Note: These effective rates are for existing FHA insured mortgages only, which represent small and varying percentages (by state) of total single-family homes. These rates may or may not be representative of the rates applicable to all homes in a particular state. The United States average tax rate for 1980 (1.28) indicates that, on average, the property tax on a home with a market value of \$100,000 would be \$1,280.

N.A. - Data not available.

1/ Effective tax rate is the percentage that tax liability is of the market or true value of the house.

2/ Figures in parenthesis are for 1974, data for 1975 not available.

3/ Fourth quarter of 1977 increased to 1980 on the basis of the U.S. average percentage change.

4/ ACIR staff estimates based on 1974 (latest year readily available) increased to 1980 on the basis of the U.S. average percentage change (75%) and the 1977 Census of Governments, "Taxable Property Values and Assessment/Sales Price Ratios" (25%).

5/ ACIR staff estimates based on 1974 (latest year readily available) increased to 1980 on the basis of the U.S. average percentage change.

Source: Computed by ACIR staff from data contained in U.S. Department of Housing and Urban Development, Housing - FHA, Management Information Systems Division, Single Family Insured Branch, Data for States and Selected Areas on Characteristics of FHA Operations Under Section 203(b), various years.

TABLE 38--FEDERAL GRANTS-IN-AID IN RELATION TO STATE-LOCAL RECEIPTS FROM OWN SOURCES, TOTAL FEDERAL OUTLAYS, AND GROSS NATIONAL PRODUCT, 1955-1982  
(Dollar Amounts in Billions)

Fiscal Year 1/	Federal Grants-in-Aid (Current Dollars)					Exhibits:				
	Amount	Percent Increase or Decrease (-)	As a Percentage of--			Federal Grants in Constant Dollars (1972 Dollars)		Estimated Number of Federal Grant Programs	Grants for Payments to Individuals	
			State-Local Receipts From Own Source 2/	Total Federal Outlays	Gross National Product	Amount	Percent Increase or Decrease (-)		Amount	Percent of Total Grants
1955	\$3.2	4.9	11.8	4.7	0.8	\$5.8	5.5	n.a.	\$1.6	50.0
1956	3.7	15.6	12.3	5.3	0.9	6.7	15.5	n.a.	1.7	45.9
1957	4.0	8.1	12.1	5.3	0.9	6.9	3.0	n.a.	1.8	45.0
1958	4.9	22.5	14.0	6.0	1.1	8.2	18.8	n.a.	2.1	42.9
1959	6.5	32.7	17.2	7.0	1.4	10.7	30.5	n.a.	2.4	36.9
1960	7.0	7.7	16.8	7.6	1.4	11.6	8.4	132	2.5	35.7
1961	7.1	1.4	15.8	7.3	1.4	11.4	-1.7	n.a.	2.9	40.8
1962	7.9	11.3	16.2	7.4	1.4	12.1	6.1	n.a.	3.2	40.5
1963	8.6	8.9	16.5	7.8	1.5	12.5	3.3	n.a.	3.5	40.7
1964	10.1	17.4	17.9	8.6	1.6	14.5	16.0	n.a.	3.8	37.6
1965	10.9	7.9	17.7	9.2	1.7	15.8	9.0	n.a.	3.9	35.8
1966	13.0	19.3	19.3	9.6	1.8	18.2	15.2	n.a.	4.5	34.6
1967	15.2	16.9	20.6	9.6	2.0	20.4	12.1	379	5.0	32.9
1968	18.6	22.4	22.4	10.4	2.2	23.7	16.2	n.a.	6.3	33.9
1969	20.3	9.1	21.6	11.0	2.2	24.4	3.0	n.a.	7.5	36.9
1970	24.0	18.2	22.9	12.2	2.5	26.9	10.2	n.a.	9.0	37.5
1971	28.1	17.1	24.1	13.3	2.7	29.5	9.7	n.a.	11.0	39.1
1972	34.4	22.4	26.1	14.8	3.1	34.4	16.6	n.a.	14.4	41.9
1973	41.8	21.5	28.5	16.9	3.3	39.7	15.4	n.a.	14.3	34.2
1974	43.4	3.8	27.3	16.1	3.1	38.0	-4.3	n.a.	15.3	35.3
1975	49.8	14.7	29.1	15.3	3.4	39.4	3.7	448	17.4	34.9
1976	59.1	18.7	31.1	16.1	3.6	43.4	10.2	n.a.	21.0	35.5
1977	68.4	15.7	31.0	17.0	3.7	46.6	7.4	n.a.	23.9	34.9
1978	77.9	13.9	31.7	17.3	3.7	49.6	6.4	498	26.0	33.4
1979	82.9	6.4	31.3	16.8	3.5	48.3	-2.6	n.a.	28.8	34.7
1980	91.5	10.4	31.7	15.8	3.6	48.4	0.2	n.a.	34.2	37.4
1981 Est.	95.1	3.9	29.5	14.5	3.3	45.7	-5.6	539	40.1	42.2
1982 Est.	88.2	-7.3	24.0	12.7	2.8	39.0	-14.7	441 3/	39.4	44.7

n.a.--Not available.

1/ For 1955-1976, years ending June 30; 1977-1982 years ending September 30.

2/ As defined in the national income accounts.

3/ Seventy nine programs have been folded into nine block grants, and at least another twenty six programs have not been funded as of November 1, 1981.

Source: ACIR staff computations based on U.S. Office of Management and Budget, Budget of the United States Government, annual; Fiscal Year 1982 Budget Revisions; and unpublished data; U.S. Department of Commerce, Bureau of Economic Analysis, The National Income and Product Accounts of the United States, 1929-76, Statistical Tables; Survey of Current Business, various issues; David B. Walker, Toward a Functioning Federalism, Cambridge, MA., Winthrop Publishers, Inc., 1981, p. 79; and ACIR staff estimates.

TABLE 39--STATE-LOCAL INTERGOVERNMENTAL REVENUE, AMOUNT, AND IN RELATION TO GENERAL REVENUE FROM OWN SOURCES, BY LEVEL AND TYPE OF GOVERNMENT, SELECTED YEARS 1955-1980

Fiscal Year	Local Government Intergovernmental Revenue From --													
	State Inter-governmental Revenue From--		Federal Government (Direct)					State Governments <u>1/</u>				All Governments - Federal, State and Interlocal		
	Federal Government	Local Governments	All Loc. Government-ments <u>2/</u>	Munici-palities	Counties	School Districts	All Local Government-ments <u>2/</u>	Munici-palities	Counties	School Districts	All Local Government-ments <u>2/3/</u>	Munici-palities	Counties	School Districts
<u>Intergovernmental Revenue (In Millions)</u>														
1955	\$ 2,762	\$ 226	\$ 368	\$ 121	\$ 31	\$ 169	\$ 5,987	\$ 1,236	\$ 1,767	\$ 2,720	\$ 6,355	\$ 1,439	\$ 1,837	\$ 3,031
1960 <u>4/</u>	6,382	363	592	256	45	225	9,522	1,868	2,245	4,850	10,114	2,321	2,385	5,278
1965 <u>4/</u>	9,874	447	1,155	557	98	331	14,010	2,745	3,325	6,865	15,165	3,534	3,495	7,460
1970 <u>4/</u>	19,252	995	2,605	1,337	234	535	26,920	6,173	7,000	12,895	29,525	7,906	7,290	14,436
1971 <u>4/</u>	22,754	1,054	3,391	1,861	302	700	31,081	7,401	8,145	14,730	34,473	9,697	8,490	16,299
1972	26,791	1,191	4,551	2,538	405	749	35,143	8,434	9,252	16,471	39,694	11,528	9,956	17,653
1973	31,353	1,339	7,903	4,370	1,075	790	39,963	9,694	10,262	17,995	47,866	14,697	11,736	19,291
1974	31,632	1,538	10,199	5,458	2,331	829	44,553	10,464	10,890	21,720	54,752	16,624	13,666	23,112
1975	36,148	1,680	10,906	5,844	2,385	871	51,068	13,052	11,842	24,209	61,974	19,648	14,755	26,066
1976	42,013	2,704	13,576	7,442	2,911	894	56,169	13,772	13,156	27,181	69,746	22,234	16,677	29,160
1977	45,938	2,737	16,637	8,880	3,741	934	60,311	14,236	14,315	29,660	76,948	24,139	18,787	31,887
1978	50,200	3,261	19,393	10,234	4,824	1,229	64,661	14,482	15,388	33,631	84,054	25,833	20,878	34,858
1979	54,548	2,539	20,616	10,818	4,941	1,175	74,162	15,472	18,097	37,978	94,777	27,579	23,891	40,237
1980	64,326	2,434	21,136	10,872	4,948	1,198	81,289	15,939	18,968	43,679	102,425	28,270	24,746	45,976
<u>Intergovernmental Revenue As A Percentage of General Revenue From Own Sources</u>														
1955	20.9	1.7	2.5	1.9	1.1	4.3	40.6	19.4	59.9	69.0	43.1	22.5	62.2	76.9
1960 <u>4/</u>	31.0	1.8	2.6	2.8	1.0	3.2	41.6	20.1	52.2	69.3	44.1	25.0	55.5	75.4
1965 <u>4/</u>	32.3	1.5	3.6	4.5	1.6	3.1	43.3	22.2	53.7	64.8	46.9	28.6	56.5	70.5
1970 <u>4/</u>	33.5	1.7	5.1	7.1	2.3	3.1	52.4	33.0	67.4	75.1	57.5	42.2	70.2	84.1
1971 <u>4/</u>	37.1	1.7	5.9	8.9	2.6	3.7	54.1	35.4	69.0	77.4	60.0	46.4	72.0	85.6
1972	37.9	1.7	7.1	10.8	3.0	3.6	54.5	35.9	68.1	79.3	61.6	49.1	73.3	84.9
1973	39.0	1.7	11.2	17.0	7.1	3.5	56.7	37.7	67.9	80.2	67.9	57.2	77.7	86.0
1974	35.5	1.7	13.3	19.8	14.2	3.4	58.1	38.0	66.2	88.6	71.3	60.4	83.1	94.3
1975	37.3	1.7	12.9	19.3	13.1	3.2	60.5	43.2	65.3	90.3	73.5	65.0	81.3	97.2
1976	39.1	2.5	14.6	22.5	14.4	3.0	60.3	41.6	64.9	91.5	74.8	67.2	82.3	98.1
1977	37.9	2.3	16.3	24.2	16.5	3.0	59.1	38.7	63.2	94.4	75.4	65.7	82.9	101.5
1978	37.0	2.4	17.5	25.8	19.2	3.7	58.4	36.5	61.1	97.0	75.9	65.1	82.9	103.7
1979	36.1	1.7	17.6	25.3	18.8	3.5	63.3	36.2	68.8	112.9	80.9	64.5	90.8	119.6
1980	38.0	1.4	16.3	22.8	16.6	3.3	62.5	33.4	63.6	121.9	78.8	59.2	83.0	128.3

1/ Includes indirect federal aid passed through the states. Such aid in 1980 is estimated to be approximately \$17 billion--estimated on basis at 1977 data latest available.

2/ Includes townships and special districts.

3/ Duplicative intergovernmental transfers are excluded.

4/ Partially estimated.

Source: ACIR staff computations based on various reports of U.S. Bureau of the Census, Governments Division.

TABLE 40--FEDERAL AID IN RELATION TO STATE-LOCAL OWN SOURCE REVENUE,  
1954, 1964, AND 1969 THROUGH 1980

Fiscal Year	Total Federal Aid 1/		As a Percent of State-Local General Revenue From Own Sources				All Other (Including Revenue Sharing 2/)	
	Amount		Education	Highways	Public Welfare	Housing and Urban Renewal		
			Amount (In Millions)					
1954	\$2,967	11.4	\$475	\$530	\$1,439	\$90*	\$433	
1964	10,097	17.3	1,371	3,628	2,973	564	1,561	
1969	19,421	20.4	4,960	4,314	6,358	921	2,868	
1970	23,257	21.4	5,698	4,553	7,574	1,609	3,823	
1971	27,121	22.8	5,907	4,738	9,766	1,611	5,099	
1972	33,178	24.6	6,250	4,741	13,251	1,981	6,955	
1973	41,268	27.3	6,791	4,807	12,097	2,121	15,452 2/	
1974	42,854	25.8	7,496	4,555	12,837	2,391	15,575 2/	
1975	49,628	27.0	8,959	4,754	14,352	2,734	18,829 2/	
1976	69,057	34.4	9,254	6,243	17,225	2,820	33,515 2/	
1977	73,045	32.7	10,205	6,173	19,520	2,914	34,233 2/	
1978	79,172	32.1	11,602	6,197	20,051	2,969	38,353 2/	
1979	85,184	31.8	11,401	7,132	23,501	6,399	36,751 2/	
1980	90,836	30.4	12,889	9,457	28,494	6,093	33,903 2/	
			Annual Percent Increase or Decrease (-)					
1954	--	--	--	--	--	--	--	
1964	13.0 3/	--	11.2 3/	21.2 3/	7.5 3/	20.1 3/	12.9 3/	
1969	14.0 4/	--	29.3 4/	3.5 4/	16.4 4/	10.3 4/	14.1 4/	
1970	19.8	--	14.9	5.9	19.1	74.7	33.3	
1971	16.6	--	3.7	8.2	28.9	0.1	33.4	
1972	22.3	--	5.8	0.1	35.7	23.0	36.4	
1973	24.4	--	8.7	1.4	-8.7	7.1	122.2	
1974	3.8	--	10.4	-5.2	6.1	12.7	0.8	
1975	15.8	--	19.5	4.4	11.8	14.3	20.9	
1976	39.1	--	3.3	31.3	20.0	3.1	78.0	
1977	5.8	--	10.3	-1.1	13.3	3.3	2.1	
1978	8.4	--	13.7	0.4	2.7	1.9	12.0	
1979	7.6	--	-1.7	15.1	17.2	115.5	-4.2	
1980	6.6	--	13.1	32.6	21.2	-4.8	-7.7	
			Percentage Distribution					
1954	100.0	--	16.0	17.9	48.5	13.0	14.6	
1964	100.0	--	13.6	35.9	29.4	5.6	15.5	
1974	100.0	--	17.5	10.6	30.0	5.6	36.3	
1979	100.0	--	13.4	8.4	27.6	7.5	43.1	
1980	100.0	--	14.2	10.4	31.4	6.7	37.3	

\*Estimate.

1/ Federal intergovernmental expenditure.

2/ Includes federal general revenue sharing payments of \$6,636 million in 1973, \$6,106 million in 1974, \$6,130 million in 1975, \$6,238 million in 1976, \$6,758 million in 1977, \$6,830 million in 1978, \$6,848 million in 1979, and \$6,835 million in 1980.

3/ Annual average increase 1954 to 1964.

4/ Annual average increase 1964 to 1969.

Source: ACIR staff compilation based on U.S. Bureau of the Census, Governmental Finances, various years; Budget of the United States Government, various years; and ACIR staff estimates.

TABLE 41--STATE AID OUTLAY IN RELATION TO LOCAL OWN SOURCE REVENUE,  
1954, 1964, AND 1969 THROUGH 1980

Fiscal Year	Total State Aid							
	Amount	As a Percent of Local General Revenue From Own Sources	General Local Government Support	Education	Highways	Public Welfare	All Other	
			Amount (In Millions)					
1954	\$5,679	41.7	\$600	\$2,930	\$871	\$1,004	\$274	
1964	12,968	42.9	1,053	7,664	1,524	2,108	619	
1969	24,779	54.0	2,135	14,858	2,109	4,402	1,275	
1970	28,892	56.2	2,958	17,085	2,439	5,003	1,408	
1971	32,640	57.3	3,258	19,292	2,507	5,760	1,823	
1972	36,759	57.0	3,752	21,195	2,633	6,944	2,235	
1973	40,822	57.9	4,280	23,316	2,953	7,532	2,742	
1974	45,600	59.4	4,805	27,107	3,211	7,369	3,108	
1975	51,004	60.5	5,129	31,110	3,225	7,136	4,404	
1976	56,678	60.8	5,674	34,084	3,241	8,307	5,372	
1977	61,084	59.9	6,373	36,975	3,631	8,756	5,349	
1978	65,815	59.4	6,819	40,125	3,821	8,586	6,464	
1979	74,461	63.5	8,224	46,196	4,149	8,667	7,225	
1980	82,758	63.6	8,644	52,688	4,383	9,241	7,802	
			Annual Percentage Increase or Decrease (-)					
1954	--	--	--	--	--	--	--	
1964	8.6 <u>1/</u>	--	5.8 <u>1/</u>	10.1 <u>1/</u>	5.8 <u>1/</u>	7.7 <u>1/</u>	8.5 <u>1/</u>	
1969	13.8 <u>2/</u>	--	15.2 <u>2/</u>	14.2 <u>2/</u>	6.7 <u>2/</u>	15.9 <u>2/</u>	15.6 <u>2/</u>	
1970	16.6	--	38.5	15.0	15.6	13.7	10.4	
1971	13.0	--	10.1	12.9	2.8	15.1	29.5	
1972	12.6	--	15.2	9.9	5.0	20.6	22.6	
1973	11.1	--	14.1	10.0	12.2	8.5	22.7	
1974	11.7	--	12.3	16.3	8.7	-2.2	13.3	
1975	11.9	--	6.7	14.8	0.4	3.2	41.7	
1976	11.1	--	10.6	9.6	0.5	16.4	22.0	
1977	7.8	--	12.3	8.5	12.0	5.4	-0.4	
1978	7.7	--	7.0	8.5	5.2	-1.9	20.8	
1979	13.1	--	20.6	15.1	8.6	0.9	11.8	
1980	11.1	--	5.1	14.1	5.6	6.6	8.0	
			Percentage Distribution					
1954	100.0	--	10.6	51.6	15.3	17.7	4.8	
1964	100.0	--	8.1	59.1	11.8	16.3	4.8	
1974	100.0	--	10.5	59.4	7.0	16.2	6.8	
1978	100.0	--	10.4	61.0	5.8	13.0	9.8	
1979	100.0	--	11.0	62.0	5.6	11.6	9.7	
1980	100.0	--	10.4	63.7	5.3	11.2	9.4	

1/ Annual average increase 1954 to 1964.

2/ Annual average increase 1964 to 1969.

Source: ACIR staff compilation based on U.S. Bureau of the Census, Governmental Finances, various years; and ACIR staff estimates.

TABLE 42--LOCAL GOVERNMENT DEPENDENCY INDEX,\*  
FISCAL YEARS 1962, 1975, 1978, AND 1980

Unit of Government	1962	1975	1978	1980
<u>Federal and State Aid Per \$1 of Own Source General Revenue</u>				
All Local Governments	\$0.44	\$0.73	\$0.76	\$0.79
Counties	.60	.78	.80	.81
Municipalities	.26	.63	.62	.56
Townships	.28	.40	.41	.39
School Districts	.65	.94	1.01	1.25
Special Districts	.15	.42	.44	.42
<u>Federal Aid Per \$1 of Own Source General Revenue</u>				
All Local Governments	\$0.03	\$0.13	\$0.18	\$0.16
Counties	.01	.13	.19	.17
Municipalities	.05	.19	.26	.23
Townships	.01	.09	.13	.10
School Districts	.02	.03	.04	.03
Special Districts	.11	.28	.34	.33
<u>State Aid Per \$1 of Own Source General Revenue</u>				
All Local Governments	\$0.41	\$0.60	\$0.58	\$0.63
Counties	.59	.65	.61	.64
Municipalities	.21	.42	.37	.33
Townships	.27	.31	.28	.29
School Districts	.63	.90	.97	1.22
Special, Districts	.04	.14	.10	.09

\*Interpretation: A score of \$.50 means that for each \$1.00 of local own source revenue \$.50 is received from the state or federal government.

Source: ACIR staff computations based on data from U.S. Department of Commerce, Bureau of the Census, Census of Governments, Vol. IV, 1962, and Governmental Finances, various years.

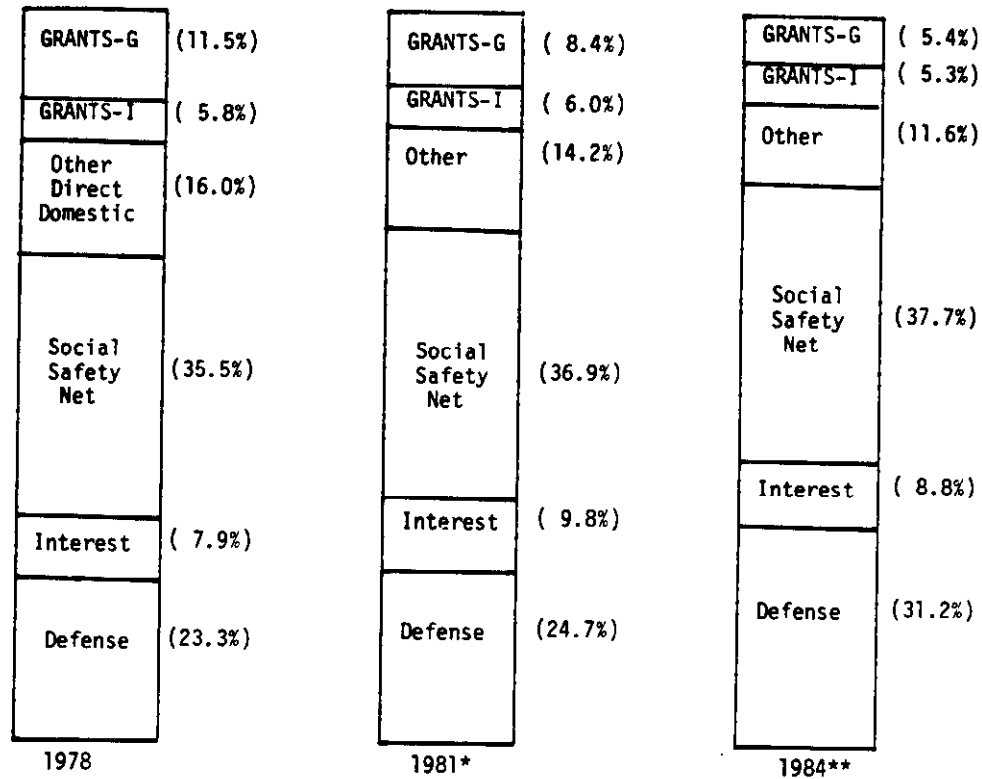


TABLE 43--FEDERAL AND STATE AID TO MUNICIPALITIES PER \$100 OF OWN SOURCE MUNICIPAL REVENUE, 1975, 1978, AND 1980

State and Region	Federal & State Aid			Federal Aid			State Aid		
	1980	1978	1975	1980	1978	1975	1980	1978	1975
United States	\$56	\$62	\$63	\$23	\$26	\$19	\$33	\$37	\$42
New England									
Connecticut	51	58	48	14	20	14	37	39	34
Maine	62	62	45	22	22	16	40	40	30
Massachusetts	66	55	48	19	24	13	48	31	35
New Hampshire	48	44	51	24	21	27	24	23	23
Rhode Island	61	66	53	20	26	15	41	40	38
Vermont	60	55	31	51	47	24	9	7	7
Midwest									
Delaware	46	92	69	39	63	32	7	30	37
District of Columbia	72	73	90	72	73	90	0	0	0
Maryland	126	170	156	44	46	29	82	123	128
New Jersey	61	52	48	7	12	8	54	39	40
New York	73	86	106	14	17	12	60	69	93
Pennsylvania	43	51	48	19	34	25	23	18	23
Great Lakes									
Illinois	49	41	37	29	23	18	20	18	19
Indiana	80	77	68	39	38	27	41	40	41
Michigan	68	75	51	31	36	24	37	40	27
Ohio	39	45	41	25	30	21	14	15	21
Wisconsin	90	96	90	15	17	11	75	79	79
Plains									
Iowa	54	66	59	24	34	29	30	32	30
Kansas	36	33	35	25	23	21	10	10	14
Minnesota	60	62	51	21	24	15	39	39	36
Missouri	42	44	29	31	33	20	12	11	10
Nebraska	47	58	46	24	32	20	24	26	26
North Dakota	46	50	40	24	26	16	22	24	24
South Dakota	37	43	54	28	35	43	8	8	10
Southeast									
Alabama	28	31	26	19	23	19	8	8	7
Arkansas	70	77	58	32	40	29	38	37	29
Florida	37	46	40	19	25	16	18	21	24
Georgia	41	43	32	29	28	24	12	15	9
Kentucky	46	48	34	37	38	29	9	6	5
Louisiana	54	59	49	41	43	30	14	17	19
Mississippi	91	92	89	37	44	36	54	49	52
North Carolina	65	83	65	40	54	34	25	30	31
South Carolina	56	66	54	41	44	37	15	22	17
Tennessee	77	79	72	29	32	21	48	47	51
Virginia	65	69	78	19	25	21	46	44	57
West Virginia	28	30	28	25	26	26	3	5	2
Southwest									
Arizona	74	81	68	35	39	28	40	42	40
New Mexico	84	132	151	30	55	60	53	77	91
Oklahoma	30	37	38	26	32	27	4	6	10
Texas	23	24	22	21	22	20	2	2	2
Rocky Mountain									
Colorado	28	38	36	16	21	19	13	16	17
Idaho	51	72	60	32	47	35	19	25	25
Montana	39	45	42	27	28	28	12	17	15
Utah	26	35	35	18	25	19	8	10	16
Wyoming	142	165	106	31	47	38	111	119	68
Far West									
California	43	49	40	20	19	13	23	30	27
Nevada	35	44	54	17	24	21	18	20	33
Oregon	45	54	50	32	39	30	13	15	20
Washington	53	55	50	27	30	16	27	25	33
Alaska	61	65	60	12	15	13	49	50	47
Hawaii	44	57	34	38	50	26	6	8	8

Source: ACIR staff computations based on U.S. Bureau of the Census, Governmental Finances in 1974-75; Governmental Finances in 1977-78; and Governmental Finances in 1979-80.

TABLE 44--THE SQUEEZE ON GRANTS TO STATE AND LOCAL GOVERNMENTS  
(Past and Proposed Shifts in the Composition of the Federal Budget)



"Grants-G" refers to grants for governments.

"Grants-I" refers to grants to governments primarily for direct individual payment programs.

Sources: ACIR computations; Appendices to the Budget of the United States, FY 79 and FY 82 Budget Revisions; and Federal Government Finances, March 1981 Edition. Note: Composition based on budget outlays; "social safety net" amounts for 1978 were tallied by using the same programs as designated for this category by the new Administration in 1981. ACIR staff--A. Davis.

\*Administration Budget Proposals.

\*\*Administration Budget Projections. Intended but as yet unspecified budget cuts were allocated proportionately among all categories except interest on the debt.

TABLE 45--DISTRIBUTION OF PUBLIC EMPLOYMENT BY LEVEL OF GOVERNMENT, 1953-1980

Year	Total Civilian <sup>1/</sup>			Total, Including Military		
	Federal	State	Local	Federal	State	Local
1953	36.6%	14.8%	48.5%	59.0%	9.6%	31.4%
1957	33.7	16.0	50.3	52.2	11.5	36.3
1962	29.9	17.4	52.7	47.3	13.1	39.6
1967	28.6	18.6	52.7	46.1	14.1	39.8
1972	23.1	20.7	56.2	36.6	17.1	46.3
1973	22.2	20.7	57.1	35.0	17.3	47.7
1974	22.1	21.0	56.9	34.2	17.7	48.1
1975	21.5	21.3	57.2	33.2	18.2	48.6
1976	21.2	21.6	57.2	32.7	18.5	48.8
1977	20.9	21.7	57.4	32.2	18.6	49.2
1978	20.6	22.0	57.4	31.6	18.9	49.5
1979	20.4	22.3	57.3	31.2	19.3	49.5
1980	20.4 <sup>2/</sup>	22.4	57.2	31.2	19.3	49.5
Percent Change in Relative Proportion (1953-1980)	-44.3%	+51.4%	+17.9%	-47.1%	+101.0%	+57.6%

<sup>1/</sup> Full-time equivalent.

<sup>2/</sup> Partially estimated.

Sources: U.S. Statistical Abstracts, ACIR reports; Governments Division, Bureau of the Census, GE No. 1 series, Public Employment Annually; and U.S. Department of Commerce, Survey of Current Business, various issues.

TABLE 46--THE GROWTH IN PUBLIC EMPLOYMENT AND PAYROLLS  
SELECTED YEARS 1929-1980

As of October	Total Public Sector	Federal	State	Local	Total Public Sector	Federal	State	Local
<u>EMPLOYEES</u>								
	Number (In Thousands)				Annual Percentage Increase or Decrease (-) <sup>1/</sup>			
1929 <sup>2/</sup>	3,100	600	600	1,900	--	--	--	--
1939 <sup>2/</sup>	4,200	1,100	700	2,400	3.1	6.2	1.6	2.4
1944	6,537	3,365	700	2,472	9.3	25.1	0	0.6
1949	6,203	2,047	1,037	3,119	-1.0	-9.5	8.2	4.8
1954	7,232	2,373	1,149	3,710	3.1	3.0	2.1	3.5
1959	8,487	2,399	1,454	4,634	3.3	0.2	4.8	4.5
1964	10,064	2,528	1,873	5,663	3.5	1.1	5.2	4.1
1969	12,685	2,969	2,614	7,102	4.7	3.3	6.9	4.6
1970	13,028	2,881	2,755	7,392	2.7	-3.0	5.4	4.1
1971	13,316	2,872	2,832	7,612	2.2	-0.3	2.8	3.0
1972	13,603	2,795	2,938	7,870	2.2	-2.7	3.7	3.4
1973	14,139	2,786	3,013	8,339	3.9	-0.3	2.6	6.0
1974	14,668	2,874	3,155	8,639	3.7	3.2	4.7	3.6
1975	14,986	2,890	3,268	8,828	2.2	0.6	3.6	2.2
1976	15,012	2,843	3,343	8,826	0.2	-1.6	2.3	*
1977	15,459	2,848	3,481	9,130	3.0	0.2	4.1	3.4
1978	15,628	2,885	3,539	9,204	1.1	1.3	1.7	0.8
1979	15,971	2,869	3,699	9,403	2.2	-0.6	4.5	2.2
1980	16,222	2,907	3,753	9,562	1.6	1.3	1.5	1.7
<u>PAYROLL <sup>3/</sup></u>								
	Amount (In Millions)				Annual Percentage Increase or Decrease (-) <sup>1/</sup>			
1929 <sup>2/</sup>	\$4,800	\$1,125	\$865	\$2,810	--	--	--	--
1939 <sup>2/</sup>	6,175	1,932	938	3,305	2.6	5.6	0.8	1.6
1944	13,236	8,218	1,050	3,968	16.5	33.6	2.3	3.7
1949	16,872	6,470	2,518	7,883	5.0	-4.7	19.1	14.7
1954	25,237	9,418	3,608	12,210	8.4	7.8	7.5	9.1
1959	37,373	12,872	5,825	18,676	8.2	6.4	10.1	8.9
1964	54,869	17,702	9,133	28,033	8.0	6.6	9.4	8.5
1969	91,051	28,024	17,167	45,860	10.7	9.6	13.5	10.3
1970	100,010	29,135	19,346	51,530	9.8	4.0	12.7	12.4
1971	106,931	30,344	20,900	55,686	6.9	4.1	8.0	8.1
1972	119,395	32,515	23,239	63,641	6.6	7.2	11.2	14.3
1973	132,323	36,144	25,898	70,282	10.8	11.2	11.4	10.4
1974	145,030	39,532	28,914	76,584	9.6	9.4	11.6	9.0
1975	158,686	43,006	31,832	83,849	9.4	8.8	10.1	9.5
1976	167,084	42,775	34,724	89,585	5.3	-0.5	9.1	6.8
1977	184,061	47,021	38,335	98,705	10.2	9.9	10.4	10.2
1978	197,796	52,127	41,796	103,873	7.5	10.9	9.0	5.2
1979	216,924	56,732	46,432	113,760	9.7	8.8	11.1	9.5
1980	239,329	62,588	51,416	125,324	10.3	10.3	10.7	10.2

\*Less than 0.05 percent.

<sup>1/</sup> The percent changes indicated for years prior to 1970 are annual average changes since the previous year shown.

<sup>2/</sup> Partially estimated.

<sup>3/</sup> October payroll multiplied by twelve.

Source: U.S. Bureau of the Census, Public Employment, annually; and ACIR staff estimates.

TABLE 47--ESTIMATED STATE-LOCAL PAYROLL AS A PERCENTAGE OF STATE PERSONAL INCOME, BY STATE, SELECTED YEARS 1957-1980 1/

1980										
State and Region	S-L Payroll as % of State Personal Income	State % Related to U.S. Average (U.S. = 100)	State-Local Payroll as % of State Personal Income -					Percentage Increase or Decrease (-)		
			1978	1975	1972	1967	1957	1978-80	1975-78	1957-75
United States	8.3	100	8.5	9.2	9.2	8.0	5.6 2/	-2.4	-7.6	64.3
<b>New England</b>	7.8	94	8.0	8.5	8.8	7.3	5.0	-2.5	-5.9	70.0
Maine	8.1	98	7.9	8.5	9.2	7.7	4.9	2.5	-7.1	73.5
New Hampshire	6.8	82	7.2	7.8	8.0	6.7	4.8	-5.6	-7.7	62.5
Vermont	8.4	101	8.8	9.8	10.7	8.4	5.6	-4.5	-10.2	75.0
Massachusetts	8.3	100	8.4	8.9	8.9	7.4	5.6	-1.2	-5.6	58.9
Rhode Island	8.5	102	8.9	8.9	8.6	7.0	4.7	-4.5	0	89.4
Connecticut	6.5	78	6.7	7.1	7.7	6.4	4.4	-3.0	-5.6	61.4
<b>Midwest</b>	9.0	108	9.6	9.8	9.4	7.5	4.9	-6.2	-2.0	100.0
New York	9.4	113	9.9	11.1	11.1	9.1	6.3	-5.1	-10.8	76.2
New Jersey	7.9	95	8.0	8.3	8.0	6.3	4.6	-1.8	-3.6	80.4
Pennsylvania	6.9	83	7.3	7.8	7.9	6.4	4.3	-5.5	-6.4	81.4
Delaware	7.7	93	8.2	8.2	8.4	6.8	4.1	-6.1	0	100.0
Maryland	8.8	106	9.3	9.4	9.3	7.7	4.9	-5.4	-1.1	91.8
Dist. of Col.	13.6	164	14.7	14.1	11.6	8.8	5.0	-7.5	4.3	182.0
<b>Great Lakes</b>	8.0	96	8.0	8.6	8.8	7.5	5.2	0	-7.0	65.4
Michigan	9.2	111	9.0	9.7	9.7	8.4	6.0	2.2	-7.2	61.7
Ohio	7.3	88	7.2	7.7	7.8	6.6	4.6	1.4	-6.5	67.4
Indiana	7.2	87	7.2	7.5	7.7	7.4	5.2	0	-4.0	44.2
Illinois	7.4	89	7.6	8.6	8.5	6.8	4.6	-2.6	-11.6	87.0
Wisconsin	9.0	108	8.8	9.6	10.2	8.4	5.7	2.3	-8.3	68.4
<b>Plains</b>	8.5	102	8.4	8.7	8.9	8.4	6.1	1.2	-3.4	42.6
Minnesota	9.0	108	9.1	10.1	10.6	8.9	6.4	-1.1	-9.9	57.8
Iowa	8.4	101	8.2	8.6	8.6	8.0	5.5	2.4	-4.7	56.4
Missouri	7.2	87	7.2	8.1	7.9	6.9	4.7	0	-11.1	72.3
North Dakota	9.2	111	8.5	8.0	9.1	9.7	7.3	8.2	6.2	9.6
South Dakota	8.7	105	8.8	9.1	9.1	9.3	6.5	-1.1	-3.3	40.0
Nebraska	9.4	113	9.1	8.8	8.8	8.1	6.0	3.3	3.4	46.7
Kansas	7.5	90	7.8	8.2	8.2	8.1	6.0	-3.8	-4.9	36.7
<b>Southeast</b>	8.4	101	8.5	8.6	8.5	8.0	5.9	-1.2	-1.2	45.8
Virginia	7.7	93	8.4	8.6	8.3	7.3	5.2	-8.3	-2.3	65.4
West Virginia	8.6	104	8.7	8.4	8.9	8.5	5.6	-1.1	3.6	50.0
Kentucky	7.6	92	7.5	7.8	7.9	7.5	5.2	1.3	-3.8	50.0
Tennessee	8.4	101	8.4	8.5	8.6	8.2	5.8	0	-1.2	46.6
North Carolina	8.9	107	8.7	8.5	8.5	7.9	6.0	2.3	2.4	41.7
South Carolina	9.0	108	9.5	8.9	8.8	7.4	5.9	-5.3	6.7	50.8
Georgia	8.9	107	8.6	9.2	8.4	7.8	5.5	3.5	-6.5	67.3
Florida	7.5	90	8.3	9.0	8.7	8.3	5.6	-9.6	-7.8	60.7
Alabama	8.9	107	9.4	8.8	8.5	8.1	6.1	-5.3	6.8	44.3
Mississippi	8.9	107	8.7	9.2	9.1	8.5	6.7	2.3	-5.4	37.3
Louisiana	8.3	100	8.2	9.3	9.5	9.0	7.1	1.2	-11.8	31.0
Arkansas	7.7	93	7.4	7.6	7.2	7.6	5.7	4.1	-2.6	33.3
<b>Southwest</b>	8.9	107	9.1	9.8	9.6	9.1	6.2	-2.2	-7.1	58.1
Oklahoma	7.5	90	7.6	8.1	8.3	7.9	6.2	-1.3	-6.2	30.6
Texas	7.4	89	7.7	8.4	8.2	7.4	5.3	-3.9	-8.3	58.5
New Mexico	10.6	128	10.5	11.4	11.3	10.5	6.6	1.0	-7.9	72.7
Arizona	10.1	122	10.7	11.4	10.5	10.7	6.8	-5.6	-6.1	67.6
<b>Rocky Mountain</b>	9.2	111	9.5	10.1	10.1	9.8	6.4	-3.2	-5.9	57.8
Montana	9.8	118	10.4	10.5	10.0	9.2	6.4	-5.8	-1.0	64.1
Idaho	8.4	101	8.6	9.3	9.0	8.9	6.2	-2.3	-7.5	50.0
Wyoming	9.7	117	9.0	10.5	11.5	11.5	7.0	7.8	-14.3	50.0
Colorado	8.6	104	9.8	10.3	9.4	9.4	6.0	-12.2	-4.9	71.7
Utah	9.7	117	9.9	9.8	10.8	9.9	6.2	-2.0	1.0	58.1
<b>Far West 3/</b>	8.7	105	9.2	10.4	10.6	9.6	6.5	-5.4	-11.5	60.0
Washington	8.8	106	9.3	10.1	10.7	9.1	6.5	-5.4	-7.9	55.4
Oregon	9.2	111	9.5	10.8	10.7	9.8	6.9	-3.2	-12.0	56.5
Nevada	8.2	99	8.9	9.8	10.2	9.6	6.0	-7.9	-9.2	63.3
California	8.7	105	9.1	10.9	10.9	9.7	6.5	-4.4	-16.5	67.7
Alaska	16.8	202	14.6	13.9	17.3	12.3	5.0 2/	15.1	5.0	178.0
Hawaii	8.8	106	9.4	9.7	9.6	9.5	6.6 2/	-6.4	-3.1	47.0

Note: Regional payrolls as percent of income are unweighted averages.

1/ Except for 1957, when the month of April was used, the estimated annual payroll is the payroll for the month of October multiplied by twelve.

2/ U.S. total excludes Alaska and Hawaii in 1957 (prior to statehood).

3/ Excluding Alaska and Hawaii.

TABLE 48--FULL-TIME EQUIVALENT EMPLOYMENT OF STATE AND LOCAL GOVERNMENTS PER 10,000 POPULATION, BY STATE, SELECTED YEARS 1957-1980 1/

State and Region	State-Local Employees Per 10,000 Population					Exhibit: Federal Employees Per 10,000 Population 2/				
	Number of Employees					Annual Average % Increase or Decrease (-)		No. of Employees		Annual Average % Increase or Decrease (-) 1957-1979
	1980	1972	1967	1962	1957	1972-1980	1957-1972	1957	1979	
United States	488	454	377	321	281 3/	0.9	3.3	131 3/	124	-0.2
New England	468	440	356	308	276	0.8	3.2	111	99	-0.4
Maine	458	444	359	302	262	0.4	3.5	160	82	-3.0
New Hampshire	450	422	339	296	273	0.8	2.9	67	165	4.2
Vermont	482	500	366	321	268	-0.5	4.2	96	88	-0.4
Massachusetts	500	448	377	339	316	1.4	2.4	127	98	-1.2
Rhode Island	471	422	349	294	257	1.4	3.4	154	97	-2.1
Connecticut	445	404	347	295	277	1.2	2.5	63	64	0.1
Midwest	546	498	391	322	272	1.0	4.1	119 4/	138 4/	0.2
New York	539	519	443	373	350	0.5	2.7	119	89	-1.3
New Jersey	502	415	326	292	265	2.4	3.0	88	94	0.3
Pennsylvania	401	380	316	270	227	0.7	3.5	123	108	-0.6
Delaware	526	536	405	334	267	-0.2	4.8	88	83	-0.3
Maryland	547	473	385	317	260	1.8	4.1	179	315	2.6
Dist. of Col.	763	664	470	348	262	1.8	6.4	2,798	3,164	0.6
Great Lakes	457	420	359	310	261	1.1	3.2	77	73	*
Michigan	470	428	376	321	279	1.2	2.9	53	59	0.5
Ohio	438	400	332	295	260	1.1	2.9	103	83	-1.0
Indiana	451	408	362	315	262	1.3	3.0	75	76	0.1
Illinois	446	414	352	300	253	0.9	3.3	102	91	-0.5
Wisconsin	480	451	374	318	253	0.8	3.9	53	56	0.3
Plains	514	468	400	334	291	1.2	3.2	100	105	0.2
Minnesota	498	465	385	325	285	0.9	3.3	71	74	0.2
Iowa	508	439	393	335	292	1.8	2.8	58	66	0.6
Missouri	465	417	350	286	250	1.4	3.5	116	133	0.6
North Dakota	503	474	403	343	281	0.7	3.5	90	127	1.6
South Dakota	500	475	427	330	296	0.6	3.2	126	142	0.5
Nebraska	590	526	424	361	314	1.4	3.5	125	98	-1.1
Kansas	536	478	420	359	320	1.4	2.7	111	96	-0.7
Southeast	500	449	358	295	262	1.4	3.7	108	123	0.5
Virginia	503	446	348	278	255	1.5	3.8	179	277	2.0
West Virginia	511	471	372	304	227	1.0	5.0	51	84	2.3
Kentucky	423	389	333	265	230	1.1	3.6	94	96	0.1
Tennessee	490	465	374	305	264	0.7	3.8	112	160	1.6
North Carolina	508	413	329	275	242	2.6	3.6	67	74	0.5
South Carolina	516	451	324	271	255	1.7	3.9	100	107	0.3
Georgia	563	486	365	303	272	1.9	3.9	152	150	-0.1
Florida	471	491	414	341	309	-0.5	3.1	120	90	-1.3
Alabama	504	427	340	279	259	1.9	3.4	178	160	-0.5
Mississippi	514	468	354	292	260	1.2	4.0	82	114	1.5
Louisiana	532	484	402	356	320	1.2	2.8	79	80	0.1
Arkansas	465	396	338	271	248	2.0	3.2	86	35	-0.1
Southwest	527	501	399	324	286	0.6	3.8	184	152	-0.7
Oklahoma	524	466	400	321	301	1.5	3.0	183	161	-0.6
Texas	488	451	357	307	264	1.0	3.6	131	111	-0.7
New Mexico	590	558	432	328	298	0.7	4.3	257	216	-0.8
Arizona	506	529	408	338	283	-0.6	4.3	164	145	-0.6
Rocky Mountain	532	547	449	373	317	-0.3	3.7	186	170	-0.2
Montana	556	513	414	357	314	1.0	3.3	118	158	1.3
Idaho	481	498	395	345	306	-0.4	3.3	104	119	0.6
Wyoming	644	678	567	446	368	-0.6	4.2	188	145	-1.2
Colorado	515	526	462	373	312	-0.3	3.5	214	177	-0.9
Utah	463	520	405	346	283	-1.4	4.1	306	253	-0.9
Far West 5/	494	519	434	376	330	-0.6	3.1	181	132	-1.3
Washington	495	500	438	366	324	-0.1	2.9	200	155	-1.2
Oregon	514	502	423	390	321	0.4	3.0	109	110	*
Nevada	501	597	468	382	341	-2.2	3.8	244	135	-2.7
California	468	477	408	367	334	-0.2	2.4	172	129	-1.3
Alaska	803	722	468	347	(206) 3/	1.3	8.7	(734) 3/	383	-2.9
Hawaii	503	524	432	325	(323) 3/	-0.5	3.3	(384) 3/	273	-1.5

Note: Regional totals are unweighted averages.

\*Less than 0.05 percent.

1/ Number of employees are as of October for all years except 1957 which is as of April.

2/ Full-time and part-time federal civilian employees within the United States as of March 1957 and December 1979.

3/ U.S. totals exclude Alaska and Hawaii in 1957 (prior to statehood).

4/ Excluding the District of Columbia.

5/ Excluding Alaska and Hawaii.

Source: U.S. Bureau of the Census, Census of Governments, various years, and Public Employment in 1980.

TABLE 49--NUMBER OF FULL-TIME EQUIVALENT EMPLOYEES BY MAJOR INDUSTRY, 1955-1979

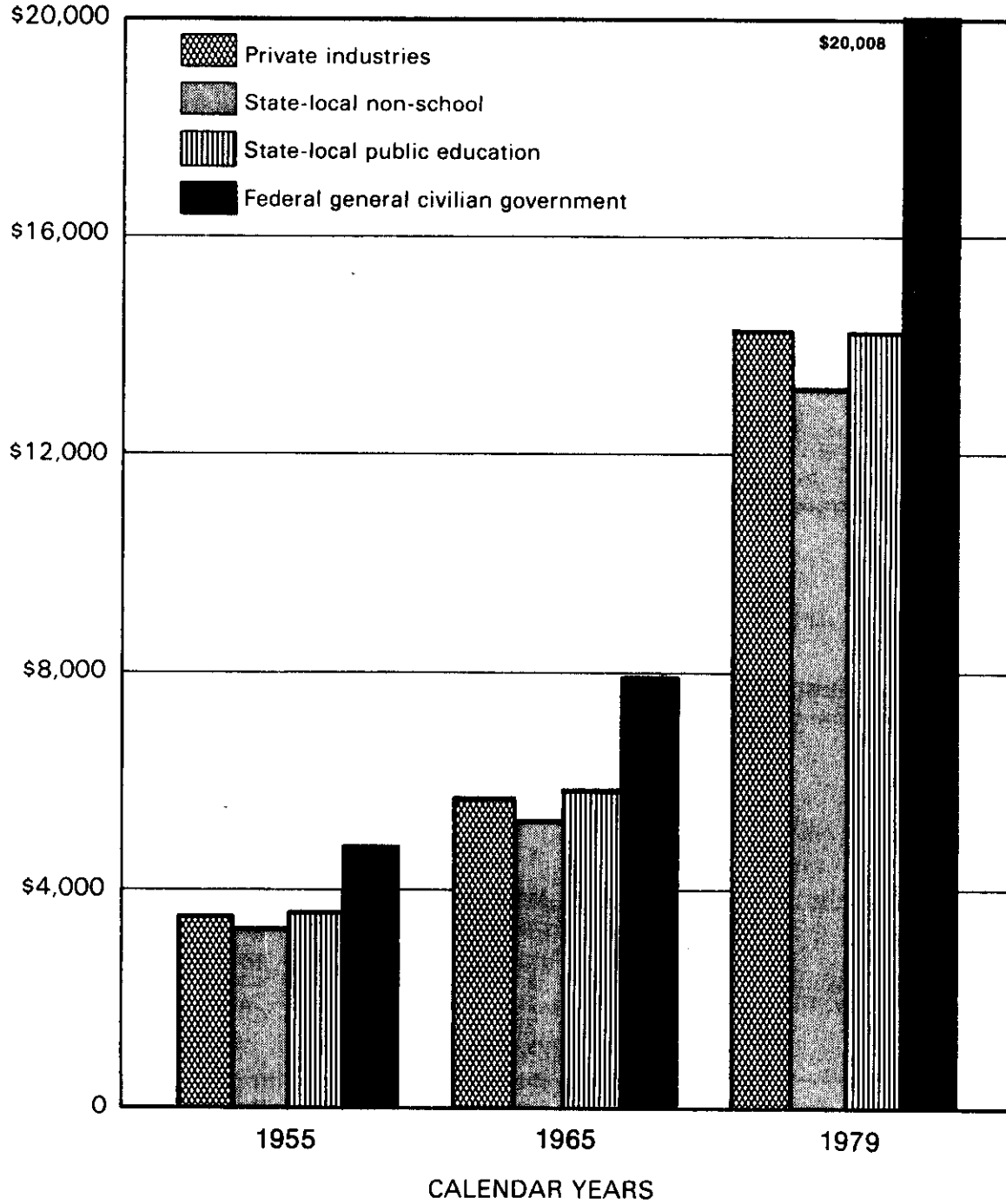
Industry	Number of Full-Time Equivalent Employees (In Thousands)						Annual Average Percent Increase or Decrease (-) 1955-1979
	1979	1975	1970	1965	1960	1955	
All Domestic Industries	85,976	74,417	70,858	62,287	56,487	54,096	1.9
Private Industries	69,827	59,042	56,271	50,023	45,906	44,260	1.9
Agriculture, Forestry and Fisheries	1,528	1,452	1,237	1,461	1,748	1,842	-0.8
Mining	933	733	614	623	691	797	0.7
Contract Construction	4,305	3,346	3,372	3,125	2,732	2,669	2.0
Manufacturing	20,507	17,730	18,874	17,592	16,165	16,475	0.9
Transportation	2,893	2,525	2,593	2,458	2,498	2,693	0.3
Communication	1,239	1,111	1,066	844	807	811	1.8
Electric, Gas and Sanita- tion Services	776	706	667	610	600	577	1.2
Wholesale and Retail Trade	17,214	14,513	13,062	11,209	10,165	9,418	2.5
Wholesale Trade	5,009	4,224	3,621	3,160	2,918	2,681	2.6
Retail Trade	12,205	10,289	9,441	8,049	7,247	6,737	2.5
Finance, Insurance and Real Estate Services	4,765	4,007	3,504	2,877	2,551	2,207	3.3
Services	15,667	12,919	11,282	9,224	7,949	6,771	3.6
General Civilian Government	12,437	11,601	9,955	8,219	6,843	5,784	3.2
Federal	2,013	1,977	1,939	1,772	1,689	1,641	0.9
State and Local	10,424	9,624	8,016	6,447	5,154	4,143	3.9
Public Education	5,362	5,020	4,226	3,287	2,490	1,915	4.4
Non-School	5,062	4,604	3,790	3,160	2,664	2,228	3.5
Government Enterprises and Military <sup>1/</sup>	3,712	3,774	4,632	4,045	3,738	4,052	-0.4
<u>Government Employment as a Percentage of Private Industry Employment</u>							
General Civilian Government	17.8	19.6	17.7	16.4	14.9	13.1	
Federal	2.9	3.3	3.4	3.5	3.7	3.7	
State and Local	14.9	16.3	14.2	12.9	11.2	9.4	
Public Education	7.7	8.5	7.5	6.6	5.4	4.3	
Non-School	7.2	7.8	6.7	6.3	5.8	5.0	
Government Enterprises and Military	5.3	6.4	8.2	8.1	8.1	9.2	
<u>Private-Public Employment Growth: Annual Average Percent Increase or Decrease (-)</u>							
	1955-79	1975-79	1970-75	1965-70	1960-65	1955-60	
Private	1.9	4.3	1.0	2.4	1.7	0.7	
Federal General Civ. Gov.	0.9	0.5	0.5	1.8	1.0	0.6	
State-Local General Gov.	3.9	2.0	3.6	4.5	4.6	4.5	
Public Education	4.4	1.7	3.4	5.2	5.7	5.4	
Non-School	3.5	2.4	3.8	3.7	3.5	3.6	

<sup>1/</sup> Federal military, 2.2 million in 1979; and federal, state, local enterprises, 1.5 million in 1979.

Source: ACIR staff compilations based on U.S. Department of Commerce, Bureau of Economic Analysis, Benchmark Revision of National Income and Product Accounts: Advance Tables, April 1981; and Survey of Current Business, various issues.

Average Annual Earnings

FIGURE 4  
Private Industry — Public Sector Wage and Salary Trends



Source: Table 50



TABLE 50--WAGES AND SALARIES PER FULL-TIME EQUIVALENT EMPLOYEE,  
BY MAJOR INDUSTRY, 1955-1979

Industry	Wages and Salaries Per Full-Time Equivalent Employee						Annual Average Percent Increase 1955-1979
	1979	1975	1970	1965	1960	1955	
All Domestic Industries	\$14,376	\$10,836	\$7,711	\$5,812	\$4,817	\$3,915	5.6
Private Industries	14,322	10,676	7,649	5,673	4,851	3,595	5.9
Agriculture, Forestry and Fisheries	8,271	5,629	4,300	2,892	2,003	1,636	7.0
Mining	21,077	14,765	9,445	6,898	5,724	4,722	6.4
Contract Construction	16,755	13,448	9,835	6,933	5,756	4,615	5.5
Manufacturing	16,259	11,903	8,381	6,566	5,548	4,482	5.5
Transportation	18,717	13,534	9,391	6,994	5,836	4,623	6.0
Communication	19,729	13,726	8,752	6,820	5,531	4,338	6.5
Electric, Gas, and Sanitation Services	19,860	14,314	10,023	7,476	6,147	4,782	6.1
Wholesale and Retail Trade	12,140	9,378	6,871	5,328	4,478	3,680	5.1
Wholesale Trade	17,097	12,928	9,339	7,092	5,852	4,690	5.5
Retail Trade	10,105	7,921	5,925	4,636	3,924	3,279	4.8
Finance, Insurance and Real Estate Services	14,365	10,618	7,821	5,971	4,921	4,010	5.5
Services	12,178	9,066	6,244	4,557	3,684	2,956	6.1
General Civilian Government	14,791	11,582	8,411	6,055	4,910	3,916	5.7
Federal	20,008	15,240	10,975	7,860	6,074	4,802	6.1
State and Local	13,784	10,831	7,790	5,558	4,528	3,565	5.8
Public Education	14,278	11,182	8,140	5,848	4,762	3,608	5.9
Non-School	13,260	10,449	7,400	5,257	4,308	3,427	5.8
Government Enterprises and Military	13,988	11,046	6,964	4,970	4,162	3,438	6.0
<u>Government Earnings as a Percentage of Private Industry Earnings</u>							
General Civilian Government	103.3	108.5	110.0	106.7	101.2	98.9	
Federal	139.7	142.8	143.5	138.6	125.2	121.3	
State and Local	96.2	101.5	101.8	98.0	93.3	90.0	
Public Education	99.7	104.7	106.4	103.1	98.2	91.1	
Non-School	92.6	97.9	96.7	92.7	88.8	89.1	
Government Enterprises and Military	97.7	103.5	91.0	87.6	85.8	86.8	
<u>Private-Public Wage Gains: Annual Average Percent Increase</u>							
	1955-79	1975-79	1970-75	1965-70	1960-65	1955-60	
Private	5.9	7.6	6.9	6.2	3.2	4.1	
Federal General Civ. Govern.	6.1	7.0	6.7	6.9	5.3	4.8	
State-Local General Govern.	5.8	6.2	6.8	7.0	4.2	4.9	
Public Education	5.9	6.3	6.5	6.8	4.2	5.7	
Non-School	5.8	6.1	7.3	7.1	4.1	4.1	

Source: ACIR staff compilations based on U.S. Department of Commerce, Bureau of Economic Analysis, Benchmark Revision of National Income and Product Accounts: Advance Tables, March 1976; and Survey of Current Business, various issues.

TABLE 51--ESTIMATED ANNUAL AVERAGE EARNINGS FOR FULL-TIME STATE AND LOCAL EMPLOYEES, BY STATE, SELECTED YEARS, 1957-1980<sup>1/</sup>

State and Region	1980	1976	1972	1967	1962	1957	Average Annual Increase		
							1976-80	1972-76	1957-72
United States	\$16,044	\$12,252	\$9,480	\$6,816	\$5,304	\$4,032 <sup>1/</sup>	6.9%	6.6%	5.9%
<b>New England</b>	<b>15,146</b>	<b>11,388</b>	<b>9,088</b>	<b>6,580</b>	<b>4,974</b>	<b>3,690</b>	<b>7.4</b>	<b>5.8</b>	<b>6.2</b>
Maine	13,764	9,960	7,908	5,736	4,368	3,156	8.4	5.9	6.3
New Hampshire	13,596	10,500	8,232	6,096	4,608	3,384	6.7	6.3	6.1
Vermont	13,776	10,464	8,628	6,468	4,812	3,480	7.1	4.9	6.2
Massachusetts	16,644	12,660	9,912	6,996	5,256	4,032	7.1	6.3	6.2
Rhode Island	16,692	12,252	9,384	6,696	5,052	3,588	8.0	6.9	6.6
Connecticut	16,404	12,492	10,464	7,488	5,748	4,500	7.0	4.5	5.8
<b>Midwest</b>	<b>17,248</b>	<b>13,478</b>	<b>10,118</b>	<b>7,002</b>	<b>5,490</b>	<b>4,292</b>	<b>6.4</b>	<b>7.4</b>	<b>5.9</b>
New York	17,748	14,352	11,424	7,728	6,000	4,644	5.5	5.9	6.2
New Jersey	16,896	13,092	10,620	7,308	5,748	4,440	6.6	5.4	6.0
Pennsylvania	16,140	12,240	9,528	6,564	4,956	3,960	7.2	6.5	6.0
Delaware	14,772	11,544	8,556	6,060	4,884	3,888	6.4	7.8	5.4
Maryland	16,632	12,876	10,176	6,888	5,244	4,092	6.6	6.1	6.3
Dist. of Col.	21,300	16,764	10,404	7,464	6,108	4,728	6.2	12.7	5.4
<b>Great Lakes</b>	<b>16,862</b>	<b>12,562</b>	<b>9,922</b>	<b>7,044</b>	<b>5,498</b>	<b>4,318</b>	<b>7.6</b>	<b>6.1</b>	<b>5.7</b>
Michigan	19,260	14,268	11,460	7,836	5,856	4,620	7.8	5.6	6.2
Ohio	15,648	12,048	9,072	6,504	5,100	4,044	6.8	7.4	5.5
Indiana	14,316	10,668	8,436	6,516	5,148	4,008	7.6	6.0	5.1
Illinois	17,724	13,428	10,728	7,260	5,940	4,536	7.2	5.8	5.9
Wisconsin	17,364	12,396	9,912	7,104	5,448	4,380	8.8	5.8	5.6
<b>Plains</b>	<b>14,746</b>	<b>11,018</b>	<b>8,271</b>	<b>6,089</b>	<b>4,757</b>	<b>3,585</b>	<b>7.5</b>	<b>7.4</b>	<b>5.7</b>
Minnesota	17,376	12,732	9,984	7,140	5,580	4,152	8.1	6.3	6.0
Iowa	15,180	11,520	8,676	6,312	4,764	3,492	7.1	7.3	6.3
Missouri	13,740	10,680	8,292	6,036	4,680	3,516	6.5	6.5	5.9
North Dakota	15,768	11,268	7,968	6,012	4,824	3,636	8.8	9.0	5.4
South Dakota	12,996	10,128	7,404	5,496	4,332	3,360	6.4	8.1	5.4
Nebraska	14,292	10,344	7,716	5,820	4,440	3,444	8.4	7.6	5.5
Kansas	13,872	10,452	7,860	5,808	4,680	3,492	7.3	7.4	5.6
<b>Southeast</b>	<b>13,105</b>	<b>9,789</b>	<b>7,395</b>	<b>5,460</b>	<b>4,195</b>	<b>3,160</b>	<b>7.6</b>	<b>7.3</b>	<b>5.8</b>
Virginia	14,484	10,632	8,472	6,096	4,632	3,420	8.0	5.8	6.2
West Virginia	12,972	10,104	7,092	5,496	4,284	3,684	6.4	9.3	4.5
Kentucky	13,632	9,900	7,596	5,544	4,488	3,192	8.3	6.8	6.0
Tennessee	13,308	9,528	7,140	5,352	4,104	3,096	8.7	7.5	5.7
North Carolina	13,812	10,404	8,292	6,000	4,824	3,312	7.3	5.8	6.3
South Carolina	12,900	9,492	7,212	5,172	3,960	2,724	8.0	7.1	6.7
Georgia	12,588	9,528	7,128	5,484	3,996	2,940	7.2	7.5	6.1
Florida	14,292	11,196	8,724	5,976	4,536	3,432	6.3	6.4	6.4
Alabama	13,176	9,720	7,056	5,280	3,948	3,168	7.9	8.3	5.5
Mississippi	11,388	8,724	6,336	4,596	3,576	2,592	6.9	8.3	6.1
Louisiana	12,876	9,396	7,284	5,604	4,296	3,660	8.2	6.6	4.7
Arkansas	11,832	8,844	6,408	4,920	3,696	2,700	7.5	8.4	5.9
<b>Southwest</b>	<b>14,739</b>	<b>10,881</b>	<b>7,968</b>	<b>6,072</b>	<b>4,899</b>	<b>3,801</b>	<b>7.9</b>	<b>8.1</b>	<b>5.1</b>
Oklahoma	13,008	9,576	7,032	5,352	4,368	3,420	8.0	8.0	4.9
Texas	14,316	10,632	7,740	5,760	4,572	3,624	7.7	8.3	5.2
New Mexico	14,280	10,584	7,536	5,940	4,956	3,840	7.8	8.8	4.6
Arizona	17,352	12,732	9,564	7,236	5,700	4,320	8.0	7.4	5.4
<b>Rocky Mountain</b>	<b>15,559</b>	<b>11,167</b>	<b>8,153</b>	<b>6,185</b>	<b>4,944</b>	<b>3,809</b>	<b>8.7</b>	<b>8.2</b>	<b>5.2</b>
Montana	14,892	11,352	8,232	6,192	5,148	4,008	7.0	8.4	4.9
Idaho	14,244	10,176	7,332	5,820	4,464	3,504	8.8	8.5	5.0
Wyoming	16,104	11,196	7,896	6,132	4,932	3,900	9.5	9.1	4.8
Colorado	16,704	12,348	8,880	6,372	5,172	3,828	7.8	8.6	5.8
Utah	15,852	10,764	8,424	6,408	5,004	3,804	10.2	6.3	5.4
<b>Far West <sup>3/</sup></b>	<b>18,198</b>	<b>13,809</b>	<b>10,227</b>	<b>7,668</b>	<b>5,949</b>	<b>4,488</b>	<b>7.1</b>	<b>7.8</b>	<b>5.6</b>
Washington	18,540	14,124	9,852	7,488	5,808	4,368	7.0	9.4	5.6
Oregon	16,812	12,696	9,528	7,092	5,508	4,152	7.3	7.4	5.7
Nevada	17,148	12,936	9,732	7,272	5,592	4,404	7.3	7.4	5.4
California	20,292	15,480	11,796	8,820	6,888	5,028	7.0	7.0	5.8
Alaska	26,136	19,680	13,620	9,876	8,040	(6,432) <sup>2/</sup>	7.4	9.6	5.1
Hawaii	16,812	14,028	9,780	7,224	6,036	(4,200) <sup>2/</sup>	4.6	9.4	5.8

Note: Regional totals are unweighted averages. Although the District of Columbia is included in this table, it should not be directly compared to the totals for the several states, which include data for large and small counties, cities, school districts, etc. The figures for the District of Columbia should instead be compared to those of other large cities and/or SMSA's.

<sup>1/</sup> Estimated annual earnings are the average earnings for the month of October multiplied by twelve for all years except 1957. For 1957 the month of April was used.

<sup>2/</sup> U.S. total excludes Alaska and Hawaii in 1957 (prior to statehood).

<sup>3/</sup> Excluding Alaska and Hawaii.

Source: ACIR staff computations based on U.S. Bureau of the Census, Census of Governments, various years, and Public Employment in 1980.

TABLE 52--FULL-TIME EQUIVALENT EMPLOYMENT OF STATE AND LOCAL GOVERNMENTS,  
BY TYPE OF GOVERNMENT, BY STATE, OCTOBER 1980  
(In Thousands)

State and Region	State Governments	Local Governments					
		Total	Counties	Municipalities	Townships	School Districts	Special Districts
United States	3,106.3	7,940.6	1,651.0	2,166.3	249.5	3,467.7	406.1
<b>New England</b>	<b>188.1</b>	<b>399.3</b>	<b>8.3</b>	<b>173.2</b>	<b>154.1</b>	<b>49.8</b>	<b>13.9</b>
Connecticut	46.4	92.0	--	39.7	47.4	2.7	2.1
Maine	18.1	33.4	1.0	10.4	9.8	11.0	1.1
Massachusetts	78.2	208.7	4.5	98.2	82.7	13.7	9.6
New Hampshire	14.4	27.0	2.8	9.1	3.0	11.7	0.5
Rhode Island	20.0	24.6	--	14.4	9.4	0.4	0.5
Vermont	11.0	13.6	*	1.4	1.8	10.3	0.1
<b>Mideast</b>	<b>527.2</b>	<b>1,574.7</b>	<b>325.4</b>	<b>616.9</b>	<b>69.1</b>	<b>513.6</b>	<b>49.5</b>
Delaware	15.6	15.8	2.2	2.5	--	10.6	0.4
District of Columbia	--	48.6	--	41.4	--	--	7.2
Maryland	81.8	148.8	99.8	45.3	--	--	3.7
New Jersey	87.4	282.6	62.5	77.2	21.8	113.7	7.3
New York	215.3	730.7	113.6	387.5	32.3	188.5	8.7
Pennsylvania	127.1	348.2	47.3	63.0	15.0	200.8	22.2
<b>Great Lakes</b>	<b>490.5</b>	<b>1,400.1</b>	<b>238.1</b>	<b>331.2</b>	<b>24.3</b>	<b>740.5</b>	<b>65.9</b>
Illinois	123.8	385.5	41.4	93.2	6.2	206.7	38.0
Indiana	66.6	181.0	36.3	39.9	1.4	97.5	5.9
Michigan	125.6	309.4	45.8	67.6	7.9	181.2	6.9
Ohio	115.0	357.8	73.4	75.1	5.5	189.6	14.2
Wisconsin	59.5	166.4	41.2	55.4	3.3	65.5	0.9
<b>Plains</b>	<b>256.3</b>	<b>610.0</b>	<b>97.9</b>	<b>130.2</b>	<b>2.1</b>	<b>349.3</b>	<b>30.8</b>
Iowa	45.1	102.7	19.3	18.5	--	64.7	0.3
Kansas	37.8	88.9	14.5	18.5	0.5	52.2	3.3
Minnesota	54.9	148.3	27.3	31.6	0.6	80.1	8.6
Missouri	65.3	163.4	18.5	41.3	0.3	93.3	10.1
Nebraska	28.2	64.4	11.6	12.8	0.4	32.1	7.6
North Dakota	12.6	20.2	3.4	3.1	0.2	12.8	0.7
South Dakota	12.4	22.1	3.3	4.4	0.1	14.1	0.2
<b>Southeast</b>	<b>811.5</b>	<b>1,817.5</b>	<b>561.7</b>	<b>450.4</b>	<b>--</b>	<b>694.4</b>	<b>111.3</b>
Alabama	62.5	133.7	16.0	37.8	--	64.5	15.5
Arkansas	37.6	68.7	13.2	13.3	--	41.3	0.9
Florida	104.7	354.1	80.3	73.7	--	175.4	24.8
Georgia	83.3	224.2	30.0	34.7	--	112.8	46.7
Kentucky	57.7	97.1	13.9	19.2	--	62.1	2.0
Louisiana	81.3	142.4	24.4	34.3	--	83.0	0.8
Mississippi	40.0	89.6	20.2	17.7	--	50.6	1.1
North Carolina	86.6	211.5	168.6	34.7	--	--	8.2
South Carolina	61.1	99.6	20.2	13.4	--	62.8	3.2
Tennessee	62.8	162.0	73.5	83.8	--	1.1	3.5
Virginia	94.2	174.7	93.9	77.6	--	--	3.2
West Virginia	39.7	59.9	7.5	10.2	--	40.8	1.4
<b>Southwest</b>	<b>296.2</b>	<b>771.2</b>	<b>98.8</b>	<b>183.6</b>	<b>--</b>	<b>455.2</b>	<b>33.5</b>
Arizona	37.3	100.1	16.7	21.7	--	56.5	5.3
New Mexico	33.7	42.9	4.5	10.7	--	27.0	0.6
Oklahoma	56.2	102.2	13.0	28.3	--	59.7	1.2
Texas	169.0	526.0	64.6	122.9	--	312.0	26.4
<b>Rocky Mountain</b>	<b>107.9</b>	<b>227.9</b>	<b>38.4</b>	<b>47.4</b>	<b>--</b>	<b>130.7</b>	<b>11.4</b>
Colorado	42.5	106.2	15.4	28.2	--	56.4	6.2
Idaho	14.9	30.5	6.1	4.6	--	17.7	2.2
Montana	15.6	28.1	6.0	4.2	--	17.2	0.7
Utah	25.8	41.9	6.9	7.2	--	26.2	1.6
Wyoming	9.1	21.2	4.0	3.2	--	13.2	0.7
<b>Far West<sup>1/</sup></b>	<b>375.4</b>	<b>1,112.2</b>	<b>274.9</b>	<b>213.2</b>	<b>--</b>	<b>534.3</b>	<b>90.0</b>
California	248.8	859.3	230.6	167.2	--	398.1	63.4
Nevada	12.1	27.9	10.1	5.0	--	12.1	0.7
Oregon	43.1	92.1	14.9	14.7	--	55.9	6.7
Washington	71.4	132.9	19.3	26.3	--	68.2	19.2
Alaska	16.6	15.5	4.2	11.3	--	--	--
Hawaii	36.5	12.1	3.2	8.9	--	--	--

\*Less than 50 employees.

<sup>1/</sup> Excluding Alaska and Hawaii.

Source: U.S. Bureau of the Census, Public Employment in 1980.

TABLE 53--FEDERAL, STATE, AND LOCAL DEBT, SELECTED YEARS 1929-1981

Fiscal Year	Gross Federal Debt	Total State Debt	Total Local Debt	Gross Federal Debt	Total State Debt	Total Local Debt
	<u>Amount (In Billions)</u>			<u>As a Percent of GNP</u>		
1929	\$16.9	\$2.3	\$14.2	16.9	2.3	14.2
1939	40.4	3.5	16.6	46.1	4.0	18.9
1949	252.8	4.0	16.9	96.6	1.5	6.5
1954	270.8	9.6	29.3	74.5	2.6	8.1
1959	284.7	16.9	47.2	60.4	3.6	10.0
1964	316.8	25.0	67.2	51.4	4.1	10.9
1969	367.1 <sup>1/</sup>	39.6	94.0	40.6	4.4	10.4
1970	382.6	42.0	101.6	39.8	4.4	10.6
1971	409.5	47.8	111.0	40.2	4.7	10.9
1972	437.3	54.5	120.7	39.3	4.9	10.9
1973	468.4 <sup>2/</sup>	59.4	129.1	37.8	4.8	10.4
1974	486.2	65.3	141.3	35.8	4.8	10.4
1975	544.1	72.1	149.1	37.5	5.0	10.3
1976	631.9	84.4	155.7	38.9	5.2	9.6
1977	709.1	90.2	167.3	38.0	5.1	9.4
1978	780.4	102.6	177.9	37.4	5.1	8.8
1979	833.8	111.7	192.4	35.4	4.9	8.4
1980	914.3	122.0	213.6	35.6	4.8	8.5
1981 Est.	995.1	135.5	235.0	34.9	4.8	8.5
	<u>Percent Distribution</u>			<u>Annual Percent Change <sup>3/</sup></u>		
1929	50.6	6.9	42.5	--	--	--
1939	66.8	5.8	27.4	9.1	4.3	1.6
1949	92.4	1.5	6.2	20.1	1.3	0.2
1954	87.4	3.1	9.5	1.4	19.1	11.6
1959	81.6	4.8	13.5	1.0	11.9	10.0
1964	77.5	6.1	16.4	2.2	8.1	7.3
1969	73.3	7.9	18.8	3.0	9.6	6.9
1970	72.7	8.0	19.3	4.2	6.1	8.1
1971	72.1	8.4	19.5	7.0	13.8	9.3
1972	71.4	8.9	19.7	6.8	14.0	8.7
1973	71.3	9.0	19.7	7.1	9.0	7.0
1974	70.2	9.4	20.4	3.8	9.9	9.5
1975	71.1	9.4	19.5	11.9	10.4	5.5
1976	72.5	9.7	17.9	16.1	17.1	4.4
1977	73.4	9.3	17.3	12.3	6.9	7.5
1978	73.6	9.7	16.8	10.1	13.7	6.3
1979	73.3	9.8	16.9	6.8	8.9	8.2
1980	73.1	9.8	17.1	9.7	9.2	11.0
1981 Est.	73.0	9.8	17.2	8.8	9.4	10.0

Est.--Estimated.

<sup>1/</sup> During 1969, three government-sponsored enterprises became completely privately owned, and their debt was removed from the totals for the federal government.

At the dates of their conversion, gross federal debt was reduced \$10.7 billion.

<sup>2/</sup> A procedural change in the recording of trust fund holdings of Treasury debt at the end of the month increased gross federal debt by about \$4.5 billion.

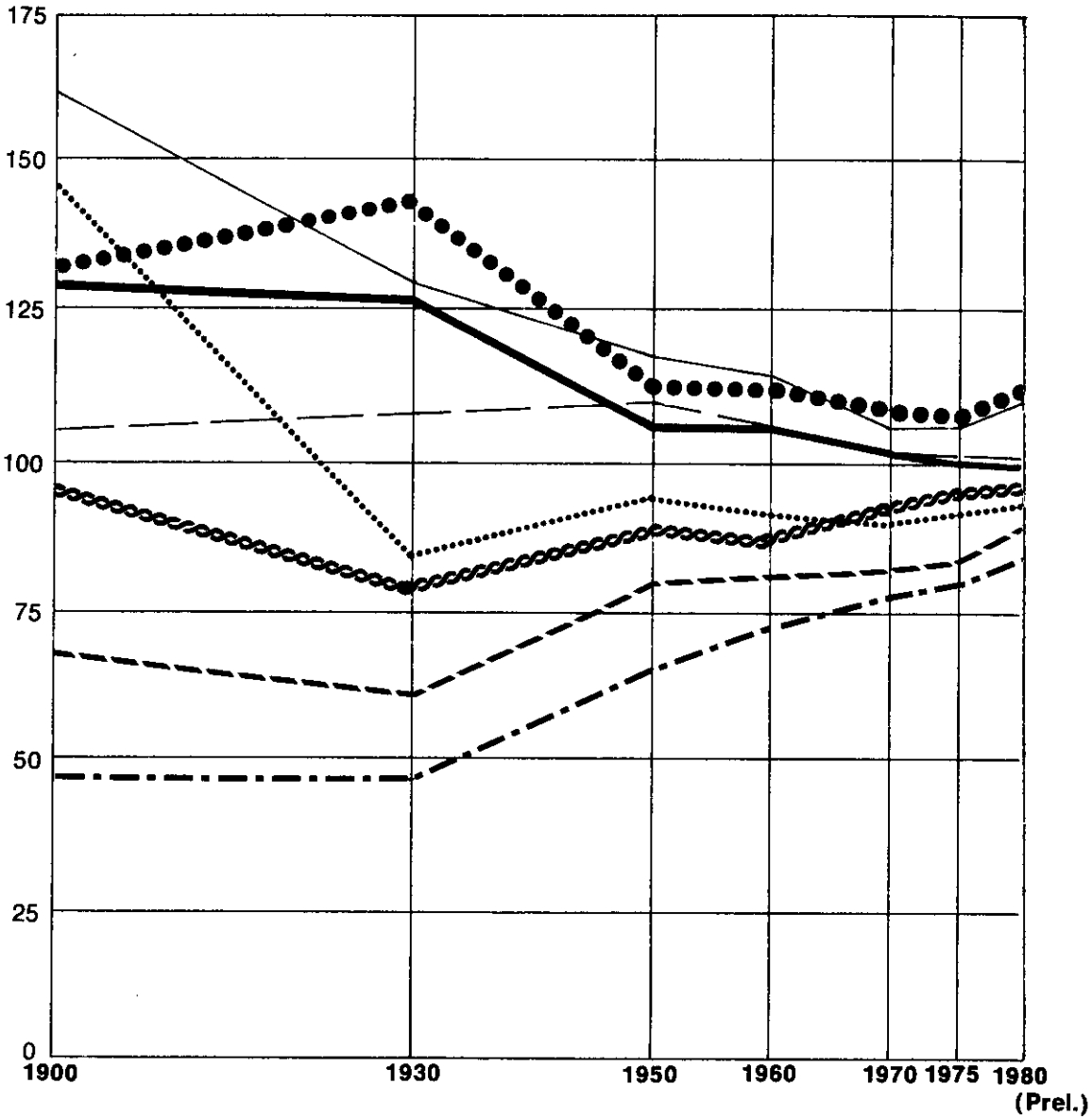
<sup>3/</sup> The percent changes indicated for years prior to 1970 are annual average changes since the previous year shown.

Source: ACIR staff compilation based on U.S. Bureau of the Census, Governmental Finances, various years; Office of Management and Budget, Special Analysis, Budget of the United States Government, 1982; United States Treasury Department, Treasury Bulletin, July 1981; and ACIR staff estimates.

FIGURE 5

Regional Per Capita Income as a Percent of U.S. Average,  
Selected Years, 1900-1980

Percent of U.S.  
Average



Great Lakes — — — — —	Far West —————
Plains ○○○○○○○○○○○○○○○○○	Midwest ●●●●●●●●●●●●●●●●
Southwest - - - - -	New England —————
Southeast — · — · — · — · — ·	Rocky Mountain ······

SOURCE: ACIR.

TABLE 54--INTEREST PAYMENTS ON GOVERNMENT DEBT,  
SELECTED YEARS 1929-1981

Fiscal Year	Amount (In Millions)			As a % of GNP		
	Federal <sup>1/</sup>	State <sup>2/</sup>	Local <sup>2/</sup>	Federal	State	Local
1929	\$ 678	\$ 95	\$ 550	0.7	0.1	0.5
1939	941	129	534	1.1	0.1	0.6
1949	5,339	97	330	2.0	*	0.1
1954	6,382	193	525	1.8	0.1	0.1
1959	7,593	453	963	1.6	0.1	0.2
1964	10,666	765	1,590	1.7	0.1	0.3
1969	16,588	1,275	2,457	1.8	0.1	0.3
1970	19,304	1,499	2,875	2.0	0.2	0.3
1971	20,959	1,761	3,328	2.1	0.2	0.3
1972	21,849	2,135	3,894	2.0	0.2	0.4
1973	24,167	2,434	4,351	2.0	0.2	0.4
1974	29,319	2,863	4,803	2.2	0.2	0.4
1975	32,665	3,272	5,511	2.2	0.2	0.4
1976	37,063	4,140	6,129	2.3	0.3	0.4
1977	41,900	5,136	6,257	2.3	0.3	0.3
1978	48,695	5,268	6,714	2.4	0.3	0.3
1979	59,837	5,790	7,197	2.5	0.3	0.3
1980	74,860	6,763	7,984	2.9	0.3	0.3
1981 Est.	90,600	7,700	8,800	3.2	0.3	0.3
	% Distribution			As a % of General Revenue <sup>3/</sup>		
1929	51.2	7.2	41.6	19.2	4.8	10.9
1939	58.7	8.0	33.3	20.9	3.6	10.7
1949	92.6	1.7	5.7	13.2	1.6	3.7
1954	90.0	2.7	7.4	9.1	1.6	3.9
1959	84.3	5.0	10.7	10.0	2.5	4.6
1964	81.9	5.9	12.2	10.4	2.7	5.3
1969	81.6	6.3	12.1	10.2	2.6	5.4
1970	81.5	6.3	12.1	11.8	2.6	5.6
1971	80.5	6.8	12.8	13.2	2.9	5.8
1972	78.4	7.7	14.0	12.5	3.0	5.9
1973	78.1	7.9	14.1	12.4	3.0	6.2
1974	79.3	7.7	13.0	13.5	3.2	6.3
1975	78.8	7.9	13.3	14.7	3.4	6.5
1976	78.3	8.7	12.9	15.6	3.9	6.6
1977	78.6	9.6	11.7	14.8	4.2	6.1
1978	80.3	8.7	11.1	15.3	3.9	6.1
1979	82.2	8.0	9.9	16.1	3.8	6.1
1980	83.5	7.5	8.9	17.9	4.0	6.1
1981 Est.	84.6	7.2	8.2	18.8	n.a.	n.a.

\*Less than .05 percent.

n.a. - Data not available.

<sup>1/</sup> Interest on the public debt. Data for 1929-1949 are administrative budget figures; for 1954-1981, unified budget figures.

<sup>2/</sup> Interest on general debt.

<sup>3/</sup> General revenue from own sources (before intergovernmental transfers).

Source: ACIR staff compilation based on U.S. Bureau of the Census, Governmental Finances, various years; Office of Management and Budget, Special Analysis, Budget of the United States Government, 1982; U.S. Treasury Department, Treasury Bulletin, various issues; and ACIR staff estimates.

TABLE 55--STATE PERSONAL INCOME, SELECTED YEARS 1929-1980  
(Per Capita State Personal Income in 1980, and State Per Capitas as a Percentage of the U.S. Average for Selected Years 1929-1980)

State and Region <sup>1/</sup>	Per Capita Personal Income 1980 P	Per Capita Personal Income as a Percentage of U.S. Average							Percentage Point Change	
		1980	1974	1964	1954	1944	1934	1929	1929-1980	1974-1980
U.S. Average <sup>2/</sup>	\$9,458	100	100	100	100	100	100	100	--	--
<b>New England</b>	9,207	98	97	99	98	101	123	112	-14	*
Maine	7,734	82	82	83	79	91	98	85	-3	--
New Hampshire	8,980	95	95	92	92	88	113	98	-3	--
Vermont	7,839	83	84	82	78	78	87	89	-6	-1
Massachusetts	9,992	106	105	109	106	109	146	130	-24	+1
Rhode Island	9,250	98	99	102	105	106	141	124	-26	-1
Connecticut	11,445	121	119	125	129	134	155	146	-25	+2
<b>Mideast</b>	10,432	110	116	117	120	122	150	141	-30	-5
New York	10,143	107	115	122	121	129	162	165	-58	-8
New Jersey	10,755	114	117	120	125	131	137	132	-18	-3
Pennsylvania	9,294	98	101	101	101	104	114	110	-12	-3
Delaware	10,195	108	115	123	130	124	148	145	-37	-7
Maryland	10,322	109	108	107	106	111	123	111	-2	+1
Dist. of Col.	11,883	126	138	131	136	131	218	181	-55	-12
<b>Great Lakes</b>	9,627	102	104	105	108	107	102	109	-7	-2
Michigan	9,847	104	109	109	114	116	107	113	-9	-5
Ohio	9,398	99	102	103	110	111	108	111	-12	-3
Indiana	8,978	95	97	99	101	100	84	87	+8	-2
Illinois	10,658	113	117	117	121	117	120	136	-23	-4
Wisconsin	9,254	98	96	97	96	93	90	97	+1	+2
<b>Plains</b>	8,918	94	94	88	90	87	64	76	+19	--
Minnesota	9,519	101	100	92	94	84	85	85	+16	+1
Iowa	9,178	97	98	93	97	82	63	82	+15	-1
Missouri	8,846	94	93	96	96	90	87	89	+5	+1
North Dakota	8,556	90	102	78	70	84	42	53	+37	-12
South Dakota	7,452	79	78	71	78	80	42	59	+20	+1
Nebraska	8,914	94	90	90	94	90	60	84	+10	+4
Kansas	9,958	105	99	96	99	97	67	76	+29	+6
<b>Southeast</b>	7,882	83	83	74	69	67	57	53	+30	+1
Virginia	9,435	100	97	88	84	75	74	62	+38	+3
West Virginia	7,831	83	81	75	69	69	74	66	+17	+2
Kentucky	7,718	82	82	74	71	64	54	56	+26	--
Tennessee	7,786	82	83	74	68	72	57	54	+28	-1
North Carolina	7,852	83	85	75	69	64	58	48	+35	-2
South Carolina	7,519	79	78	67	63	61	48	38	+41	+1
Georgia	8,000	85	86	78	71	70	57	50	+35	-1
Florida	8,987	95	96	87	85	91	80	74	+21	-1
Alabama	7,484	79	77	71	62	62	39	46	+33	+2
Mississippi	6,508	69	69	59	51	53	39	41	+28	--
Louisiana	8,282	88	79	76	75	74	61	59	+29	+9
Arkansas	7,180	76	79	69	58	56	42	43	+33	-3
<b>Southwest</b>	8,800	93	85	84	85	81	67	69	+24	+8
Oklahoma	9,081	96	84	83	81	79	58	65	+31	+12
Texas	9,513	101	88	87	90	87	67	68	+33	+13
New Mexico	7,956	84	76	79	79	73	57	58	+26	+8
Arizona	8,649	91	92	87	91	87	83	84	+7	-1
<b>Rocky Mountain</b>	8,942	94	91	90	93	94	86	84	+10	+4
Montana	8,445	89	88	87	97	98	85	85	+4	+1
Idaho	8,126	86	91	83	84	90	89	72	+14	-5
Wyoming	10,692	113	95	95	102	103	95	96	+11	+18
Colorado	9,964	105	98	97	96	89	87	91	+14	+7
Utah	7,485	79	82	88	87	89	74	80	-1	-3
<b>Far West<sup>3/</sup></b>	10,269	109	106	111	118	126	118	117	-9	+3
Washington	10,363	110	104	106	112	129	104	107	+3	+6
Oregon	9,400	99	97	99	102	119	104	97	+2	+2
Nevada	10,458	111	112	120	137	124	126	125	-14	-1
California	10,856	115	110	120	122	132	140	142	-27	+5
Alaska	12,406	131	129	116	129	n.a.	n.a.	n.a.	n.a.	+2
Hawaii	9,787	103	108	108	101	104	n.a.	n.a.	n.a.	-5

P--Preliminary. n.a.--Not available. \*Less than 0.05 percent.

1/ Regional totals are unweighted averages.

2/ Includes Alaska and Hawaii since 1964 but not in earlier years. 3/ Excluding Alaska and Hawaii.

Source: U.S. Department of Commerce, Bureau of Economic Analysis, Personal Income by States Since 1929, a supplement to the Survey of Current Business; Survey of Current Business, various issues; and ACIR staff computations.





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Note on dates: The tables listed in Significant Features are based on either calendar or fiscal year dates. Care should be taken by the reader to determine which set of dates were employed in the construction of any given table.

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SECTION II:

# State Profiles





## Definitions and Sources

**T**rends in State-Local Revenues and Expenditures (Sections 1-6) include certain important revenue and expenditure categories as well as total general revenue and direct expenditures divided by personal income for selected years between 1942 and 1980. To be consistent with U.S. Bureau of the Census practices, 1942 and 1957 revenue and expenditure data were divided by state personal income from the same calendar year while 1967, 1972, 1977, and 1980 data were divided by state personal income from the preceding calendar year. Sections 2 and 5 show 1980 revenues and expenditures as a percent of state personal income with a column of index numbers comparing the state percent to the U.S. average. An index of 100% means that a particular revenue or expenditure category as a percent of personal income is in the same proportion for that item as the total for all state and local governments. Entries for total general revenue and direct general expenditures of all state and local governments in the U.S., as well as regional figures, are provided for the purpose of comparison.

**General Revenue** (Sections 1-3) includes all taxes, general charges, and interest earnings, but excludes utility revenue (e.g. transit, water, and power system revenues), liquor store revenue, and revenue of insurance trusts (employer and employee pension system contributions).

**Federal Aid** (Sections 1-3) consists of all federal payments to state and local governments except federal contributions to state unemployment compensation funds and certain federal programs providing loans and job training which cannot be classified accurately by recipient government within a state.

**Total Own Source Revenue** (Sections 1-3) at the state-local level of aggregation, is equal to general revenue minus federal aid. At the state or local levels, general revenue includes transfers between levels and among localities so these too must be subtracted to determine own source revenues for a state or its various types of local governments.

**Property Taxes** (Sections 1-3) include all taxes on the value of realty or other types of property such as taxes on the value of motor vehicles or machinery, and taxes on certain intangibles.

**Income Taxes** (Sections 1–3) consist of both broad based individual and corporate income taxes as well as more narrowly defined taxes on the interest and dividend income of individuals.

**General Sales Taxes** (Sections 1–3) refer to sales and gross receipts taxes on the value of goods and services. They exclude selective sales taxes on specific goods such as those on tobacco products, alcohol, motor fuels, and utility receipts.

**Other Taxes** (Sections 1–3) consist mainly of selective sales taxes, severance taxes, and license taxes such as those on motor vehicle licenses and plates.

**Charges** (Sections 1–3) include college tuition, bridge and road tolls, parking lot and sewer revenues, and all other current payments for services not defined as utility services by the Census Bureau.

**Miscellaneous Revenues** (Sections 1–3) consist primarily of interest earnings on government-held securities and bank deposits, as well as special assessments for improvements made to property.

**Direct General Expenditure** (Sections 4–6) includes all payments for functions of state and local government except those made to another level or unit of government, or the expenditures of insurance trusts and utility systems. Direct general expenditures differ from general expenditures because of the exclusion of intergovernmental expenditures.

**Education Expenditure** (Sections 4–6) consist of those for elementary and secondary schools at the local level in all states except Hawaii, as well as colleges, junior colleges, and universities. Public colleges and universities are generally state institutions, while vocational schools and junior colleges are sometimes local and sometimes state institutions.

**Public Welfare Expenditure** (Sections 4–6) include payments and programs for individuals and families meeting need criteria. The major types of public welfare programs are Aid to Families with Dependent Children, Medicaid (payments for medical treatment of the poor), and general relief.

**Highway Expenditure** (Sections 4–6) consists of all services related to construction and maintenance of all highways, streets, and roads including street lighting, and snow removal, as well as ferries.

**Health and Hospitals Expenditures** (Sections 4–6) include programs to support health institutions and improve public health. Health and hospitals expenditures exclude payments to institutions under the Medicaid program.

**SOURCES:** Sections 1, 2, 4, and 5 are taken from the U.S. Bureau of the Census, Governments Division: *Governmental Finances in 1979–80*, Washington, DC, U.S. Government Printing Office, 1981. Sections 3 and 6 are taken from the U.S. Bureau of the Census, Governments Division, *1977 Census of Governments, Historical Statistics on Governmental Finances and Employment*, Washington, DC, U.S. Government Printing Office, 1979, table 19, and *1962 Census of Governments, Historical Statistics on Governmental Finances and Employment*, Washington, DC, U.S. Government Printing Office, 1964, table 18; and ACIR, *Significant Features of Fiscal Federalism, 1976–77 Edition, Vol. II, Revenue and Debt*, M-110, tables 20–22, Washington, DC, U.S. Government Printing Office, 1977.

**State-Local Shared Revenues** (Section 35) are revenues provided to localities without requirements that they be spent for a specific purpose. Such payments include reimbursement for homestead credits or exemptions. Three other major types of state shared revenues are the revenues returned to the locality of origin, payments according to population, and payments based on equalizing formulas similar to federal revenue sharing. *SOURCES:* Homestead credit and exemption, circuit breaker, and property tax information come from Steven D. Gold, *Homeowner Property taxes, Shifting Burdens, Inflation, and Property Tax Relief*, [processed] Denver, CO, National Conference of State Legislatures, May 1981, and Commerce Clearing House, *State Tax Guide*, Chicago, IL, updated to mid-1981. Local revenue diversification data are also from the Commerce Clearing House. School aid program information was taken from Esther O. Tron, *Public School Finance Programs, 1978-79*, Washington, DC, U.S. Government Printing Office, 1980. Information on state-local shared revenues is from the U.S. Bureau of the Census, Governments Division, *1977 Census of Governments, State Payments to Local Governments*, Washington, DC, U.S. Government Printing Office, and from Patricia K. Malgieri and Friedrich J. Grasberger, *Intra-State, Intra-Regional, Intra-County General Revenue Sharing Formulas: An Inventory*, Rochester, NY, Center for Governmental Research, July 1981, as well as from ACIR staff.

**State and Local Taxes with an Initial Impact on Business as a Percent of State Personal Income** (Section 36) include those taxes which business pay, not those taxes where final impact is upon business. The taxes which have an initial impact on business include corporate income, general sales, selective sales, property, franchise, and severance taxes. The total, as a percent of state personal income for the preceding year, is shown both with and without unemployment compensation taxes. *SOURCE:* ACIR staff computations based on data from ACIR *Regional Growth: Interstate Tax Competition*, A-76, Washington, DC, U.S. Government Printing Office, March 1981.

**Business Share of Total State-Local Taxes Without Unemployment Compensation** (Section 37). *SOURCE:* ACIR staff computations based on data from ACIR, *Regional Growth: Interstate Tax Competition*, A-76, Washington, DC, U.S. Government Printing Office, March 1981.

**Regional** data are shown in Sections 20-25. They include data on trends from 1942-80 in general revenues and direct general expenditures as a percentage of personal income, and the 1980 dollar amounts. They also include 1978-79 general revenue amount and percentage distribution by source, and 1978-79 direct general expenditure amount and percentage distribution by function.

**Population** data for 1980 came from the U.S. Bureau of the Census, *1980 Census of Population and Housing, Advance Reports*, Washington, DC, U.S. Department of Commerce, April 1981.

**General Revenue, 1978-79**, (Sections 20-22) and **Direct General Expenditure, 1978-79**, (Sections 23-25) have the same revenue and expenditure definitions used in Sections 1 through 6. They show cross-sectional data by state and level of local government, excluding townships and special district revenue and expenditures, and school district expenditures. These amounts are included in the local and state-local totals. Data from

1978-79 were used because the 1979-80 data were not available. The per capita revenue and expenditure totals by level of government were calculated using 1979 population. Total state population was used in all cases; total per capita numbers for county, municipal, and independent school district revenues and expenditures are not fully comparable across states because of differences in government structure. The percentage distribution by source for state, county, municipal, and independent school districts may not add to 100% across because revenue from other local governments is not shown in table. SOURCES: ACIR staff computations based on U.S. Bureau of the Census, Governments Division, published and unpublished data.

**State-Local General Expenditures—Federal, State, and Local Share of Finances, 1978-79, (Sections 26-29).** General expenditures are different from direct general expenditures in that state-local transfers to the federal government are included (this consists mainly of state payments for federal administration of the Supplemental Security Income program). In allocating expenditures among federal, state, and local sources, (Section 27) federal share is from federal aid to state and local governments. The state share is state direct expenditures net of revenues from the federal and local governments, and plus payments to the federal and local governments. The local share is local direct expenditures net of those financed by federal and state aid, and plus payments to state governments (the largest single payment to states from localities is in New York; counties and New York City compensate the state for part of its payment for federal administration of SSI).

**State-Local Expenditures from Own Sources (Sections 28 and 29)** net-out federal aid from both state and local spending. Again, state aid to localities is counted as state expenditures while local payments to states are local expenditures. The states are ranked (Section 29) according to the state share of state-local expenditures from own sources; a ranking of 1 means that the state share is the highest in that category. The definitions of public welfare, health and hospital, and highway expenditures are the same as those in Sections 1-6; local education consists only of expenditures for elementary and secondary education. SOURCES: local education estimates were taken from National Education Association, *Estimates of School Statistics, 1980-81*, Washington, DC, 1981. Other data are ACIR staff computations based on U.S. Bureau of the Census, Governments Division, *Governmental Finances in 1978-79*, Washington, DC, U.S. Government Printing Office, and selected data from other Census sources.

**Property Tax Relief and Reform (Sections 30-35)** consists of major state measures to reduce property taxes or to shift tax burdens away from residential or all types of property.

**Homestead Exemption or Credit (Section 30):** A homestead exemption means a dollar amount or percent share of valuation is exempt from property taxes. A homestead credit means that taxes on homesteads are reduced by a certain dollar amount or percentage. Credits and exemptions vary not only in size or degree but also whether the states require the credit or exemption or allow local option, and whether local governments are compensated for revenue lost as a result of the credit or exemption. In some states the credit or exemption is reserved for certain classes of homeowners, such as the elderly, the poor, or the disabled.

**Circuit Breaker** (Section 31) is the short name for an income-adjusted payment for property taxes in excess of a certain percent of income. Usually, the payment is a credit on state personal income taxes but several states provide payments from general state revenues.

**Classified Property Tax Systems** (Section 32) assess different types of property (e.g. residential, commercial, utility) at different ratios to full value.

**Local Revenue Diversification** (Section 33) refers to the statutory authority of localities to use sales, income, gasoline, or tobacco taxes, or other nonproperty tax revenues.

**School Aid Programs** (Section 34) generally include a basic support program with aids distributed according to a formula. Although formulas vary from state to state, most incorporate pupil enrollment and some measure of the school jurisdiction's ability to levy taxes. Foundation-type programs base aid on a specified local tax effort or require a certain local mill rate. Percentage equalizing or guaranteed tax base-type formulas ensure that a locality receives at least a minimum level of revenue for each mill of revenue raised. Most states provide additional aid for handicapped students; others provide still more aid for bilingual and compensatory education.

**Direct Taxes as a Percentage of City Average Family Income, 1980**, (Section 7) are the percentages major federal, state, and local taxes comprise of the incomes of the average family with an FHA-insured mortgage, living in the SMSA containing the state's largest city. Property taxes are the regional average, while local income and sale taxes were included if in use in the SMSA's central city. Estimated itemized deductions were used in calculating income tax liabilities; sales tax estimates were based on the amounts that the IRS allows as deductions in computing federal income tax liability. Total tax burdens were compared to the median city, Denver, which had an estimated tax burden of 23.8% of family income. *SOURCE*: ACIR staff computations based on data from several sources.

**State Sales Tax Rates, 1981**, (Section 8) include the tax rates for general sales, cigarettes, and gasoline, as well as whether food is exempt from the general sales tax. *SOURCE*: The primary information on source for this material is the Commerce Clearing House, *State Tax Guide*, Chicago, updated to mid-1981.

**Effective Property Tax Rate for Property With FHA-Insured Mortgage, 1980**, (Section 9) shows the statewide average for property taxes as a percentage of the market value of homes currently having FHA-insured mortgages. The U.S. average for 1980 is property taxes equal to 1.28% of market value. *SOURCE*: ACIR staff computations based on data from FHA Management Information Systems Division, Single Family Insured Branch, *Data for States and Selected Areas on Characteristics of FHA Operations Under Section 203(b)*, 1980.

**Effective State Personal Income Tax Rates, by Income Level of Four-Person Family, 1980**, (Section 10) includes estimates of broad based income taxes only. For incomes at the \$10,000 level the standard deduction was used; for higher income levels, estimated itemized deductions were used. Negative rates reflect circuit breaker payments and credits to families with low incomes. *SOURCE*: ACIR staff computations.

**1979 Tax Wealth** (Section 11) is calculated using the Representative Tax System to estimate the amount of revenue that each state would raise if it applied average state-local rates to its tax base. Because the same rates are applied to each state's tax base, differences in the potential revenue that could be raised reflect only differences in underlying tax bases. The tax wealth number shown is an index number based on each state's per capita tax potential. **Tax Effort** (Section 12) is an index number based on the ratio of actual tax collections to potential tax collections using the Representative Tax System. *SOURCE*: ACIR staff computations. See forthcoming ACIR report: *The Representative Tax System: An Alternative Way of Measuring Fiscal Capacity*.

**Per Capita State and Local Debt Outstanding, 1978-79**, (Section 13) is per capita debt and index numbers for debt levels compared to the U.S. average. The U.S. per capita averages were long term, \$1,328; full faith and credit, \$661; nonguaranteed, \$668; short term, \$54; and total debt outstanding, \$1,382. *SOURCE*: ACIR staff computations based on U.S. Bureau of the Census, Governments Division, *Governmental Finances in 1978-79*, Washington, DC, U.S. Government Printing Office, October 1980.

**State-Local Employment and Salaries** (Sections 14, 15, 16, and 17) is a listing by level of government. Sections 14 and 15 differ from Sections 16 and 17 because the former include all employees while average salary data in the latter is based on full time employees. Section 14, number of full-time equivalent employees was taken directly from a Census report while the other sections are computations based on U.S. Bureau of the Census, Governments Division, *Public Employment in 1980*, Washington, DC, U.S. Government Printing Office, June 1981, table 9, pages 15 through 19. Sections 15, 16, and 17 are ACIR staff computations based on data also taken from table 9. October 1980 salaries were multiplied by 12 to estimate salaries for the year.

**State Revenue and Expenditure Limits** (Section 18) lists restrictions on the power of states to tax, raise general revenue, or make general expenditures. These limits are comparatively recent, with the first imposed in New Jersey in 1976. Also listed are state laws indexing personal income taxes. *SOURCES*: Revenue and Expenditure Limits came from the ACIR staff and J. Ward Wright, *Tax and Expenditure Limitation: A Policy Perspective*, Lexington, KY, Council of State Governments, February 1980, Appendix 1, pages 36 through 39. Information on state indexation laws came from John Shannon and Robert Lucke, *State Experimentation with Indexed Income Taxes—Early Results*, paper presented to the National Tax Association—Tax Institute of America, November 17, 1980.

**Local Revenue and Expenditure Limits** (Section 19) lists state imposed restrictions on the power of local governments to make use of their tax and general revenue sources or to make general expenditures. Some recent self-imposed limits are also listed. *SOURCES*: Steven D. Gold, *The Results of Limiting State and Local Taxes or Spending: A Survey*, Washington, DC, The Urban Institute, 1981, and International Association of Assessing Officers, Research and Technical Services Department, *Property Tax Limits*, Chicago, December 1978, and ACIR survey of county, municipal, and school board associations in the 50 states.

# Guide to State Profiles

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STATE:

POPULATION:

TRENDS-- STATE AND LOCAL REVENUES AND EXPENDITURES AS A PERCENTAGE OF STATE PERSONAL INCOME SELECTED YEARS, 1942-80

State and Local Revenues and Expenditures	1980 Amount (millions)	As a Percentage of Personal Income						
		1980	U.S. Average	1977	1972	1967	1957	1942
General Revenue --U.S. State and Local	\$343,278.4	20.1%	100%	20.8%	19.5%	15.7%	10.9%	8.5%
General Revenue--								
Federal Aid								
Total Own Source Revenue		<b>1</b>					<b>3</b>	
Property Tax								
Income Tax								
General Sales Tax								
Other Taxes								
Charges & Miscellaneous								
Direct General Expenditure --U.S. State and Local	\$326,024.0	19.1	100%	20.0	19.7	16.1	11.6	7.5
Direct Gen. Expenditure--								
Education		<b>4</b>					<b>6</b>	
Public Welfare**								
Highways								
Health & Hospitals								

TAX BURDENS AND DEBT

Direct Taxes as a Percentage of City Average Family Income,* 1980								
Federal Personal								
Income Tax	<b>7</b>							
Social Security Tax								
Local Property Tax								
State-Local Personal Income Tax								
State-Local General Sales Tax								
Total								
As a Percent of U.S. Average								
Average Family Income*								
State Sales Tax Rates, 1981								
General Sales								
Food Exemption								
Cigarettes (pack) \$.								
Gasoline (gallon) \$.								
Effective Property Tax Rate, FHA Insured Mortgage								
Effective State Personal Income Tax Rates, by Income Level of 4 Person Family, 1980								
\$10,000:								
\$17,500:								
\$25,000:								
\$50,000:								
1979 Tax Wealth								
1979 Tax Effort								
Per Capita State and Local Debt Outstanding 1978-79								
As Percent of U.S. Average								
Long Term								
Full Faith Nonguaranteed								
Short Term								
Total								

STATE-LOCAL EMPLOYMENT AND SALARIES

	Number of Full-Time Equivalent Employees, 1979-80	Total Salaries as a Percent of State Personal Income, 1979-80	Average Salary Per Full-Time Equivalent Employee, 1979-80	U.S. Average Salary Per Full-Time Equivalent Employee, 1979-80
State				\$16,476
Counties				14,136
Municipalities	<b>14</b>	<b>15</b>	<b>16</b>	16,428
Townships				16,284
Ind. School Dist.				16,308
Special Districts				16,332
Total State & Local				16,044

STATE REVENUE AND EXPENDITURE LIMITS

**18**

LOCAL REVENUE AND EXPENDITURE LIMITS

**19**

STATE:

REGION:

GENERAL REVENUE, 1978-79

Level	Total (millions)	Per Capita	Percentage Distribution by Source						
			Federal Aid	State Aid	Property Tax	Gen.Sales Tax	Income Tax	Other Charges Tax & Misc.	
U.S. State & Local	\$343,277.7	\$1,560	21.9%	N.A.	18.9%	13.6%	14.3%	13.1%	18.2%
Regional State & Local									
State & Local									
State									
Local									
County									
Municipal									
Ind. School Dist.									

**20 21**

**22**

DIRECT GENERAL EXPENDITURE, 1978-79

Level	Total (millions)	Per Capita	Percentage Distribution by Function				
			Education	Highways	Public Welfare**	Health & Hospitals	All Other
U.S. State & Local	\$326,024.3	\$1,481	36.6%	8.7%	12.4%	8.7%	33.6%
Regional State & Local							
State & Local							
State							
Local							
County							
Municipal							

**23 24**

**25**

STATE-LOCAL GENERAL EXPENDITURES-- FEDERAL, STATE, AND LOCAL SHARE OF FINANCES, 1978-79

	State-Local General Expenditures From ALL Sources			State-Local General Expenditures From OWN Sources			
	Total (millions) \$	Percent Financed by			Total (millions) \$	State Financed Percent	U.S. Rank
		Federal	State	Local			
General							
Local Education							
Public Welfare							
Health & Hospitals							
Highways							

**26**

**27**

**28**

**29**

PROPERTY TAX RELIEF AND REFORM

Homestead Exemption or Credit: **30**

Circuit Breaker: **31**

Classified Property Tax: **32**

Local Revenue Diversification: **33**

School Aid Program: **34**

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STATE AND LOCAL TAXES WITH AN INITIAL IMPACT ON BUSINESS AS A PERCENT OF STATE PERSONAL INCOME SELECTED YEARS, 1957-77

	1977	1967	1962	1957
With Unemployment Compensation Taxes As Percent of U.S. Average				
Without Unemployment Compensation Taxes As Percent of U.S. Average				

**36**

Business Share of Total State-Local Taxes Without Unemployment Comp.

**37**

NOTES

\*Average income of family with FHA insured mortgage living in SMSA with state's most populous city. Property taxes are SMSA average.  
\*\* Includes Medicaid.

## TRENDS—ALABAMA STATE AND LOCAL REVENUES AND EXPENDITURES AS A PERCENTAGE OF STATE PERSONAL INCOME, SELECTED YEARS 1942-80

State and Local Revenues and Expenditures	1980 Amount (millions)	As a Percentage of Personal Income						
		As Percent of		1977	1972	1967	1957	1942
General Revenue		1980	U.S. Average					
—U.S. State and Local	\$382,321.6	19.8%	100%	20.8%	19.5%	15.7%	10.9%	8.5%
General Revenue— AL	5,306.1	20.1	102	20.6	20.1	17.1	12.2	7.0
Federal Aid	1,472.2	5.6	130	5.8	5.6	4.2	2.4	0.8
Total Own Source Revenue	3,833.8	14.6	95	14.8	14.5	12.9	9.7	6.2
Property Tax	306.0	1.2	34	1.2	1.5	1.7	1.5	1.7
Income Tax	534.6	2.0	69	1.9	1.5	1.2	0.8	0.3
General Sales Tax	786.3	3.0	111	3.2	3.1	2.8	1.8	0.6
Other Taxes	901.5	3.4	136	3.7	4.3	3.6	3.5	2.7
Charges & Miscellaneous	1,305.4	5.0	128	4.8	4.2	3.6	2.1	0.8
Direct General Expenditure								
—U.S. State and Local	\$367,339.9	19.0	100%	20.0	19.7	16.1	11.6	7.5
Direct Gen. Expenditure— AL	5,159.8	19.7	104	20.1	19.6	18.4	13.3	6.9
Education	1,992.9	7.6	110	7.9	7.5	7.7	4.2	2.1
Public Welfare**	549.8	2.1	88	2.0	2.4	1.8	1.7	0.4
Highways	518.1	2.0	118	2.3	2.8	3.2	3.3	1.5
Health & Hospitals	697.4	2.7	159	2.8	2.1	1.3	0.8	0.3

## ALABAMA TAX BURDENS AND DEBT

Direct Taxes as a Percentage of City Average Family Income,* 1980		State Sales Tax Rate, 1981	1979 Tax Wealth	76
Federal Personal		General Sales 4% + local	1979 Tax Effort	87
Income Tax	10.7	Food Exemption No		
Social Security Tax	6.1	Cigarettes (pack) \$.16	Per Capita State and Local Debt Outstanding 1978-79	
Local Property Tax	1.1	Gasoline (gallon) \$.11		
State-Local Personal		Effective Property Tax Rate, FHA Insured Mortgage, '80:0.56%	As Percent of U.S. Average	
Income Tax	3.2		Amount	
State-Local General		Effective State Personal Income Tax Rates, by Income	Long Term \$1,013	76
Sales Tax	1.5	Level of 4 Person Family, 1980	Full Faith	46
Total	22.6	\$10,000: 1.7% \$17,500: 1.7%	Nonguaranteed	106
As a Percent of U.S.		\$25,000: 2.3% \$50,000: 2.7%	Short Term	63
Median	95		Total	76
Average Family Income*	22,980			

## ALABAMA STATE-LOCAL EMPLOYMENT AND SALARIES

	Number of Full-Time Equivalent Employees, 1979-80	Total Salaries as a Percent of State Personal Income, 1979-80	Average Salary Per Full-Time Employee, 1979-80	U.S. Average Salary Per Full-Time Employee, 1979-80
State	62,530	3.7%	\$15,360	\$16,476
Counties	16,019	0.7	11,160	14,136
Municipalities	37,758	1.7	11,532	16,428
Townships	—	—	—	16,284
Ind. School Dist.	64,462	3.2	13,188	16,308
Special Districts	15,456	0.6	10,596	16,332
Total State & Local	196,225	9.8	13,176	16,044

## STATE REVENUE AND EXPENDITURE LIMITS

No limits.

## LOCAL REVENUE AND EXPENDITURE LIMITS

Overall Rate Limit (Constitutional, 1979)  
Overall rate limit on counties, municipalities and school districts (as well as on the state) for different classes of property. The limits range from 1% to 2% of market value.  
Specific Rate Limits (Constitutional, 1901)  
Limit of 5 mills on counties and municipalities, up to 12 mills for schools.

## GENERAL REVENUE, 1978-79

Level	Total (millions)	Per Capita	Percentage Distribution by Source						
			Federal Aid	State Aid	Property Tax	Gen.Sales Tax	Income Tax	Other Tax	Charges & Misc.
U.S. State & Local	\$343,278.4	\$1,560	21.9%	N.A.	18.9%	13.6%	14.3%	13.1%	18.2%
Regional State & Local	65,746.5	1,318	24.7	N.A.	12.8	15.7	10.6	16.1	20.1
State & Local-- AL	4,770.7	1,266	27.5	N.A.	5.7	15.5	10.2	17.8	23.3
State	3,292.5	874	32.6	N.A.	1.3	16.6	14.1	21.1	13.7
Local	2,426.5	644	9.8	38.2	9.5	7.9	1.0	6.4	27.2
County	407.1	108	14.5	25.9	18.5	14.5	—	11.9	13.6
Municipal	790.0	210	16.6	6.4	6.0	16.8	3.2	13.5	35.0
Ind. School Dist.	1,084.5	288	1.6	70.9	9.8	—	—	—	11.9

## DIRECT GENERAL EXPENDITURE, 1978-79

Level	Total (millions)	Per Capita	Percentage Distribution by Function				
			Education	Highways	Public Welfare**	Health & Hospitals	All Other
U.S. State & Local	\$326,024.0	\$1,481	36.6%	8.7%	12.4%	8.7%	33.6%
Regional State & Local	63,691.5	1,277	37.4	11.4	9.4	11.0	30.8
State & Local-- AL	4,598.9	1,220	40.5	10.9	9.6	12.6	26.3
State	2,246.6	596	34.8	15.1	19.3	12.4	18.5
Local	2,352.5	624	45.9	6.9	0.4	12.8	33.9
County	331.1	88	0.1	27.6	2.3	13.7	56.3
Municipal	717.5	190	1.6	9.9	0.2	12.9	75.5

## ALABAMA STATE-LOCAL GENERAL EXPENDITURES--FEDERAL, STATE, AND LOCAL SHARE OF FINANCES, 1978-79

	State-Local General Expenditures From ALL Sources				State-Local General Expenditures From OWN Sources		
	Total (millions)	Percent Financed by			Total (millions)	State Financed Percent	U.S.Rank
		Federal	State	Local			
General	\$4,598.9	28.5%	46.1%	25.4%	\$3,288.2	64.5%	16
Local Education	1,100.6	13.6	66.2	20.2	950.9	76.6	5
Public Welfare	441.4	69.2	28.8	1.9	135.9	93.7	20(Tie)
Health & Hospitals	580.8	7.7	43.0	49.3	536.2	46.6	35
Highways	502.3	41.6	39.1	19.3	293.4	66.9	26

## PROPERTY TAX RELIEF AND REFORM

**Homestead Exemption or Credit:** The first \$2,000 of all homestead valuation, and the first \$5,000 of value of homesteads belonging to the elderly, blind, or disabled is exempt from taxes. The elderly are exempt from state property taxes. The elderly or disabled with incomes below \$7,500 have a total exemption on their homestead.

**Circuit Breaker:** No; the homestead exemption has circuit breaker features.

**Classified Property Tax:** Three classes: 1. utility; 2. other; 3. agricultural, forest, historic, and owner occupied single family residential. The assessment ratios for these three classes are 30%, 20%, and 10% respectively.

**Local Revenue Diversification:** Forty counties and roughly 281 cities levy a sales tax with rate between .5% and 3%. Payroll taxes in Auburn, Birmingham, Gadsden, Opelika, and Rainbow City. Cigarette tax in 221 cities and 14 counties.

**School Aid Program:** Foundation type formula program with aid based on number of teachers and their education. Local effort is frozen at \$4.7 million and is allocated among localities on the basis of an economic index.

**State Shared Revenues:** Major programs include alcohol control profits and beer sales tax payments. Total general local aid was \$30.9 million in 1979.

## STATE AND LOCAL TAXES WITH AN INITIAL IMPACT ON BUSINESS AS A PERCENT OF STATE PERSONAL INCOME

	1977	1967	1962	1957
With Unemployment Compensation Taxes As Percent of U.S. Average	3.91	3.07	3.25	2.78
Without Unemployment Compensation Taxes As Percent of U.S. Average	85	78	79	80
Without Unemployment Compensation Taxes As Percent of U.S. Average	3.26	2.70	2.62	2.33
Without Unemployment Compensation Taxes As Percent of U.S. Average	82	79	75	77
Business Share of Total State-Local Taxes Without Un- employment Comp.	32.6	28.9	29.5	30.9

## NOTES

-In 1979, 88% of the state of Alabama's tax collections were earmarked for specific purposes.

\*Average income of family with FHA insured mortgage living in SMSA with state's most populous city. Property taxes are SMSA average  
\*\* Includes Medicaid.

STATE: ALASKA

1980 POPULATION: 400,481

## TRENDS—ALASKA STATE AND LOCAL REVENUES AND EXPENDITURES AS A PERCENTAGE OF STATE PERSONAL INCOME, SELECTED YEARS 1942-80

State and Local Revenues and Expenditures	1980 Amount (millions)	As a Percentage of Personal Income						
		1980	U.S. Average	1977	1972	1967	1957	1942
General Revenue	\$382,321.6	19.8%	100%	20.8%	19.5%	15.7%	10.9%	8.5%
—U.S. State and Local								
General Revenue— AK	3,567.2	78.3	395	38.2	34.7	32.0	—	—
Federal Aid	430.9	9.5	220	7.9	11.5	16.6	—	—
Total Own Source Revenue	3,136.3	68.9	445	30.3	23.2	15.4	—	—
Property Tax	360.0	7.9	226	13.5	2.5	2.3	—	—
Income Tax	665.8	14.6	503	6.2	3.0	2.9	—	—
General Sales Tax	38.8	0.9	33	0.8	0.9	0.6	—	—
Other Taxes	610.9	13.4	536	3.0	3.9	3.7	—	—
Charges & Miscellaneous	1,460.8	32.1	823	6.8	13.0	6.0	—	—
Direct General Expenditure								
—U.S. State and Local	\$367,339.9	19.0	100%	20.0	19.7	16.1	11.6	7.5
Direct Gen. Expenditure— AK	2,502.7	54.9	289	33.6	47.3	35.7	—	—
Education	725.0	15.9	230	11.0	16.0	9.3	—	—
Public Welfare**	115.2	2.5	104	1.4	2.3	1.1	—	—
Highways	223.6	4.9	288	4.8	8.3	13.2	—	—
Health & Hospitals	60.1	1.3	71	1.1	1.4	0.9	—	—

## ALASKA TAX BURDENS AND DEBT

Direct Taxes as a Percentage of City Average Family Income,* 1980	State Sales Tax Rates, 1981	1979 Tax Wealth	215
Federal Personal	General Sales local only	1979 Tax Effort	126
Income Tax 15.9	Food Exemption —	<u>Per Capita State and Local Debt Outstanding 1978-79</u>	
Social Security Tax 4.1	Cigarettes (pack) \$.08	As Percent of U.S. Average	
Local Property Tax 2.7	Gasoline (gallon) \$.08	Long Term \$ 9,096	685
State-Local Personal Income Tax —	Effective Property Tax Rate, FHA Insured Mortgage'80:1.35 %	Full Faith 3,453	528
State-Local General Sales Tax —	Effective State Personal Income Tax Rates, by Income	Nonguaranteed 5,643	845
Total 22.7	Level of 4 Person Family, 1980	Short Term 62	116
As a Percent of U.S.	\$10,000: — \$17,500: —	Total 9,158	663
Median 95	\$25,000: — \$50,000: —		
Average Family Income* 38,428			

## ALASKA STATE-LOCAL EMPLOYMENT AND SALARIES

	Number of Full-Time Equivalent Employees, 1979-80	Total Salaries as a Percent of State Personal Income, 1979-80	Average Salary Per Full-Time Employee, 1979-80	U.S. Average Salary Per Full-Time Employee, 1979-80
State	16,642	9.1%	\$24,780	\$16,476
Boroughs	4,172	2.6	28,044	14,136
Municipalities	11,304	6.8	27,468	16,428
Townships	—	—	—	16,284
Ind. School Dist.	—	—	—	16,308
Special Districts	—	—	—	16,332
Total State & Local	32,118	18.4	26,136	16,044

## STATE REVENUE AND EXPENDITURE LIMITS

No limits.

## LOCAL REVENUE AND EXPENDITURE LIMITS

Specific Rate Limits (Statutory, 1972)

Property taxes limited to 3% of assessed value.

Levy Limits (Statutory, 1973, amended 1975)

No city or borough or combination of municipalities occupying the same area may levy property taxes in excess of \$1,000 per person or in excess of 225% of the statewide average.

STATE: ALASKA

REGION: --

## GENERAL REVENUE, 1978-79

Level	Total (millions)	Per Capita	Percentage Distribution by Source						
			Federal Aid	State Aid	Property Tax	Gen.Sales Tax	Income Tax	Other Tax	Charges & Misc.
U.S. State & Local	\$343,278.4	\$1,560	21.9%	N.A.	18.9%	13.6%	14.3%	13.1%	18.2%
Regional State & Local	--	--	--	--	--	--	--	--	--
State & Local-- AK	2,012.6	4,957	17.4	N.A.	16.7	1.8	18.5	14.4	31.2
State	1,508.3	3,715	18.8	N.A.	10.8	--	24.7	18.7	27.0
Local	770.1	1,897	8.7	34.4	22.5	4.7	--	1.0	28.7
County	209.3	516	5.8	47.5	31.2	5.5	--	0.3	9.6
Municipal	561.5	1,383	9.8	29.5	19.2	4.3	--	1.3	35.7
Ind. School Dist.	--	--	--	--	--	--	--	--	--

## DIRECT GENERAL EXPENDITURE, 1978-79

Level	Total (millions)	Per Capita	Percentage Distribution by Function				
			Education	Highways	Public Welfare**	Health & Hospitals	All Other
U.S. State & Local	\$326,024.0	\$1,481	36.6%	8.7%	12.4%	8.7%	33.6%
Regional State & Local	--	--	--	--	--	--	--
State & Local-- AK	1,858.2	4,577	30.7	9.6	5.5	2.9	51.2
State	1,052.6	2,593	23.1	13.6	9.6	3.3	50.4
Local	805.6	1,984	40.7	4.5	0.1	2.4	52.3
County	260.0	640	61.0	4.2	0.2	1.2	33.5
Municipal	545.6	1,344	31.0	4.6	0.1	3.0	61.2

## ALASKA STATE-LOCAL GENERAL EXPENDITURES-- FEDERAL, STATE, AND LOCAL SHARE OF FINANCES, 1978-79

	State-Local General Expenditures From ALL Sources				State-Local General Expenditures From OWN Sources		
	Total (millions)	Percent Financed by			Total (millions)	State Financed Percent	U.S.Rank
		Federal	State	Local			
General	\$1,859.4	18.8%	57.2%	23.9%	\$1,509.1	70.5%	6
Local Education	382.9	14.4	67.3	18.3	327.8	78.6	3
Public Welfare	102.5	32.4	67.1	0.6	69.5	99.0	4
Health & Hospitals	54.3	10.7	74.0	15.3	48.5	82.9	8
Highways	179.2	46.5	33.3	20.2	95.8	62.2	32

## PROPERTY TAX RELIEF AND REFORM

Homestead Exemption or Credit: Homesteads owned by those 65 years old or older exempt from property taxes. Municipalities, with voter approval, may enact a general homestead exemption of up to \$10,000. State reimbursement for senior exemption.

Circuit Breaker: No.

Classified Property Tax: No.

Local Revenue Diversification: Five boroughs, two city-boroughs, and eighty-five cities levy sales taxes at rates of 1% to 4%. Anchorage also has a 3% hotel-motel occupancy tax.

School Aid Program: Basic support program is percentage equalizing type with aid distributed according to formula that includes factors for enrollment, school size, special education, and bilingual education. The total of the factors is multiplied by a percentage based on local property tax wealth to determine state aid.

State-Local Shared Revenues: Major programs include per capita payments with per capita amounts varying with the number of services provided by the locality. Other payments include reimbursement for senior exemption. Aids in 1979 were \$36.4 million.

STATE AND LOCAL TAXES WITH AN INITIAL IMPACT ON BUSINESS AS A PERCENT OF STATE PERSONAL INCOME  
SELECTED YEARS, 1957-77

	1977	1967	1962	1957
With Unemployment				
Compensation Taxes	16.64	3.97	3.97	--
As Percent of U.S.				
Average	363	101	96	--
Without Unemployment				
Compensation Taxes	14.85	2.76	2.70	--
As Percent of U.S.				
Average	375	80	77	--

Business Share of Total State-Local Taxes Without Un- employment Comp.	63.3	28.6	32.1
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## NOTES

In 1979, Alaska had severance tax receipts of \$173.7 million, with an additional \$206.6 million in rents and royalties. In 1980, severance tax collection alone were \$506.5 million. Alaska repealed its personal income tax in 1980.

\*Average income of family with FHA insured mortgage living in SMSA with state's most populous city. Property taxes are SMSA average.

\*\* Includes Medicaid.



STATE: ARIZONA

1980 POPULATION: 2,717,866

## TRENDS—ARIZONA STATE AND LOCAL REVENUES AND EXPENDITURES AS A PERCENTAGE OF STATE PERSONAL INCOME, SELECTED YEARS 1942-80

State and Local Revenues and Expenditures	1980 Amount (millions)	As a Percentage of Personal Income						
		1980	U.S. Average	1977	1972	1967	1957	1942
—U.S. State and Local	\$382,321.6	19.8%	100%	20.8%	19.5%	15.7%	10.9%	8.5%
General Revenue— AZ	4,365.9	21.2	107	22.2	20.7	20.8	13.1	10.0
Federal Aid	806.9	3.9	95	4.0	3.6	4.5	1.7	1.5
Total Own Source Revenue	3,558.9	17.3	112	18.2	17.1	16.3	11.4	8.5
Property Tax	956.0	4.6	131	5.7	5.4	5.8	4.2	3.5
Income Tax	405.3	2.0	69	1.8	1.7	1.0	0.7	0.4
General Sales Tax	976.9	4.7	174	4.6	3.8	3.1	1.9	1.1
Other Taxes	400.0	1.9	76	2.4	2.8	2.9	2.2	2.2
Charges & Miscellaneous	820.8	4.0	103	3.6	3.4	3.4	2.3	1.3
Direct General Expenditure								
—U.S. State and Local	\$367,339.9	19.0	100%	20.0	19.7	16.1	11.6	7.5
Direct Gen. Expenditure— AZ	4,204.7	20.4	107	22.1	21.2	21.3	14.6	8.8
Education	1,828.6	8.9	129	10.1	10.0	9.7	6.1	2.9
Public Welfare**	185.3	0.9	38	1.0	1.1	1.0	1.0	1.4
Highways	427.0	2.1	123	2.2	2.6	4.1	2.7	1.7
Health & Hospitals	299.3	1.5	88	1.7	1.2	0.9	0.6	0.3

## ARIZONA TAX BURDENS AND DEBT

Direct Taxes as a Percentage of City Average Family Income,* 1980	State Sales Tax Rates, 1981	1979 Tax Wealth	95
Federal Personal	General Sales 4% + local	1979 Tax Effort	116
Income Tax	Food Exemption Yes		
Social Security Tax	Cigarettes (pack) \$.13	Per Capita State and Local Debt Outstanding 1978-79	
Local Property Tax	Gasoline (gallon) \$.08		
State-Local Personal			
Income Tax	Effective Property Tax Rate, FHA Insured Mortgage, '80:1.16%		
State-Local General			
Sales Tax	Effective State Personal Income Tax Rates, by Income		
Total	Level of 4 Person Family, 1980		
As a Percent of U.S.	\$10,000: -0.1% \$17,500: 1.2%		
Median	\$25,000: 2.1% \$50,000: 3.3%		
Average Family Income*			
		Long Term	\$ 1,376
		Full Faith	567
		Nonguaranteed	809
		Short Term	10
		Total	1,385
			100

## ARIZONA STATE-LOCAL EMPLOYMENT AND SALARIES

	Number of Full-Time Equivalent Employees, 1979-80	Total Salaries as a Percent of State Personal Income, 1979-80	Average Salary Per Full-Time Employee, 1979-80	U.S. Average Salary Per Full-Time Employee, 1979-80
State	37,310	3.1%	16,860	\$16,476
Counties	16,696	1.3	16,452	14,136
Municipalities	21,661	1.8	17,436	16,428
Townships	—	—	—	16,284
Ind. School Dist.	56,468	4.7	17,256	16,308
Special Districts	5,304	0.6	23,916	16,332
Total State & Local	137,439	11.5	17,352	16,044

## STATE REVENUE AND EXPENDITURE LIMITS

Expenditure Limitation (Constitutional, 1978)  
State expenditures from all tax funds are limited to 7% of state resident personal income. A two-thirds vote of the state legislature is needed in order to override the limit.

Individual Income Tax Indexation (1978)  
Standard deduction and personal exemption indexed to Phoenix metropolitan consumer price index.

## LOCAL REVENUE AND EXPENDITURE LIMITS

Various Limits (Constitutional, 1980)  
Overall Rate Limit: Total residential property taxes limited to 1% of market value. Limit on Assessment Increase: 10% per year  
Levy Limit: 2% per year for cities & towns.  
Debt service, new construction excluded. General Expenditure Limit: County, city, town, & school expenses excluding certain revenue; tied to price deflator & pop.



STATE: ARIZONA

REGION: SOUTHWEST

## GENERAL REVENUE, 1978-79

Level	Total (millions)	Per Capita \$1,560	Percentage Distribution by Source						
			Federal Aid	State Aid	Property Tax	Gen.Sales Tax	Income Tax	Other Tax	Charges & Misc.
U.S. State & Local	\$343,278.4	\$1,560	21.9%	N.A.	18.9%	13.6%	14.3%	13.1%	18.2%
Regional State & Local	27,588.8	1,382	20.2	N.A.	18.6	15.6	3.3	19.5	22.9
State & Local-- AZ	3,901.1	1,592	18.3	N.A.	22.2	21.6	9.2	10.0	18.6
State	2,274.1	928	21.1	N.A.	5.1	31.0	15.8	14.8	11.8
Local	2,511.1	1,025	9.4	34.8	29.9	5.6	—	2.1	18.3
County	579.7	237	9.9	26.3	36.8	—	—	2.0	23.5
Municipal	712.3	291	20.2	23.0	9.5	19.7	—	5.8	20.4
Ind. School Dist.	1,159.4	473	2.8	48.1	39.9	—	—	—	8.7

## DIRECT GENERAL EXPENDITURE, 1978-79

Level	Total (millions)	Per Capita \$1,481	Percentage Distribution by Function				
			Education	Highways	Public Welfare**	Health & Hospitals	All Other
U.S. State & Local	\$326,024.0	\$1,481	36.6%	8.7%	12.4%	8.7%	33.6%
Regional State & Local	25,893.6	1,297	41.7	10.8	8.5	9.0	30.0
State & Local-- AZ	3,702.8	1,511	43.6	10.2	3.9	8.3	34.0
State	1,255.5	512	35.0	18.7	9.3	10.7	26.3
Local	2,447.3	999	48.0	5.8	1.2	7.0	38.0
County	537.8	220	9.2	10.2	5.1	26.9	48.7
Municipal	680.0	278	0.2	12.9	0.1	0.6	86.1

## ARIZONA STATE-LOCAL GENERAL EXPENDITURES—FEDERAL, STATE, AND LOCAL SHARE OF FINANCES, 1978-79

	State-Local General Expenditures From ALL Sources				State-Local General Expenditures From OWN Sources		
	Total (millions)	Percent Financed by			Total (millions)	State Financed Percent	U.S.Rank
		Federal	State	Local			
General	\$3,704.1	19.3%	44.7%	36.0%	\$2,989.0	55.0	31
Local Education	1,020.4	11.7	42.6	45.7	901.2	48.2	28
Public Welfare	144.6	34.4	46.6	18.9	94.8	71.1	41
Health & Hospitals	305.9	9.1	36.5	54.4	278.0	40.1	43
Highways	377.7	35.2	44.0	20.8	244.9	67.9	25

## PROPERTY TAX RELIEF AND REFORM

**Homestead Exemption or Credit:** Exemption for veterans, widows, widowers, and the disabled up to \$1,500 of assessed value of homesteads with assessed value of \$5,000 or less. Income ceilings for widows and widowers, and the disabled.

**Circuit Breaker:** No.

**Classified Property Tax:** Eight classes of property assessed at between 8% and 52% of full cash value.

**Local Revenue Diversification:** Fifty-nine cities levy a sales tax at 1% or 2%; some cities tax certain services at different rates.

**School Aid Program:** Basic support program is foundation type with aid distributed on the basis of classroom units weighted for grade and number of handicapped students. The local share is 13 mills. Additional funds for non-English speaking students.

**State-Local Shared Revenues:** Major programs include distribution of share of general sales tax to local governments according to population for cities and towns, and according to taxable retail sales for counties. Urban revenue sharing aid provided to cities on the basis of population. Total general local support was \$160.1 million in 1979.

## STATE AND LOCAL TAXES WITH AN INITIAL IMPACT ON BUSINESS AS A PERCENT OF STATE PERSONAL INCOME SELECTED YEARS, 1957-77

	1977	1967	1962	1957
With Unemployment Compensation Taxes As Percent of U.S. Average	5.06	4.46	4.37	3.73
Without Unemployment Compensation Taxes As Percent of U.S. Average	110	113	106	108
Without Unemployment Compensation Taxes As Percent of U.S. Average	4.59	4.05	3.99	3.33
Without Unemployment Compensation Taxes As Percent of U.S. Average	116	118	114	110
Business Share of Total State-Local Taxes Without Un- employment Comp.	31.8	31.5	35.2	36.9

## NOTES

\*Average income of family with FHA insured mortgage living in SMSA with state's most populous city. Property taxes are SMSA average.  
\*\* Includes Medicaid.



STATE: ARKANSAS

1980 POPULATION: 2,285,513

## TRENDS--ARKANSAS STATE AND LOCAL REVENUES AND EXPENDITURES AS A PERCENTAGE OF STATE PERSONAL INCOME, SELECTED YEARS 1942-80

State and Local Revenues and Expenditures	1980 Amount (millions)	As a Percentage of Personal Income						
		1980	U.S. Average	1977	1972	1967	1957	1942
--U.S. State and Local	\$382,321.6	19.8%	100%	20.8%	19.5%	15.7%	10.9%	8.5%
General Revenue-- AR	2,897.5	19.1	96	19.1	19.1	17.6	13.0	7.9
Federal Aid	835.8	5.5	128	5.6	5.3	4.9	2.5	0.9
Total Own Source Revenue	2,061.7	13.6	88	13.6	13.8	12.7	10.6	7.0
Property Tax	305.2	2.0	57	2.2	2.5	2.6	2.3	1.8
Income Tax	400.4	2.6	90	2.2	1.7	1.4	0.7	0.3
General Sales Tax	372.7	2.5	93	2.6	2.4	2.3	1.7	0.9
Other Taxes	417.1	2.8	89	3.1	3.8	3.7	3.9	3.0
Charges & Miscellaneous	566.5	3.7	95	3.4	3.6	2.7	1.9	1.1
Direct General Expenditure								
--U.S. State and Local	\$367,339.9	19.0	100%	20.0	19.7	16.1	11.6	7.5
Direct Gen. Expenditure-- AR	2,742.3	18.1	95	18.2	17.2	17.7	12.8	6.4
Education	1,084.5	7.2	104	7.2	6.8	7.0	4.5	1.9
Public Welfare**	322.3	2.1	88	2.3	2.4	2.1	1.7	0.5
Highways	406.4	2.7	159	2.6	2.7	3.4	3.0	1.0
Health & Hospitals	266.1	1.8	106	1.8	1.4	1.2	0.9	0.3

## ARKANSAS TAX BURDENS AND DEBT

Direct Taxes as a Percentage of City Average Family Income,* 1980		State Sales Tax Rates, 1981	1979 Tax Wealth	78	
Federal Personal		General Sales 3% + 2 cities	1979 Tax Effort	82	
Income Tax	10.3	Food Exemption No	<u>Per Capita State and Local Debt Outstanding 1978-79</u>		
Social Security Tax	6.1	Cigarettes (pack) \$.1775	As Percent of U.S.		
Local Property Tax	2.8	Gasoline (gallon) .095	Amount	Average	
State-Local Personal		Effective Property Tax Rate, FHA Insured Mortgage, '80:1.53%	Long Term	\$ 611	46
Income Tax	2.5	Effective State Personal Income Tax Rates, by Income	Full Faith	201	30
State-Local General		Level of 4 Person Family, 1980	Nonguaranteed	411	62
Sales Tax	1.0	\$10,000: 1.6% \$17,500: 1.9%	Short Term	15	28
Total	22.7	\$25,000: 2.9% \$50,000: 4.5%	Total	627	45
As a Percent of U.S.					
Median	95				
Average Family Income*	21,968				

## ARKANSAS STATE-LOCAL EMPLOYMENT AND SALARIES

	Number of Full-Time Equivalent Employees, 1979-80	Total Salaries as a Percent of State Personal Income, 1979-80	Average Salary Per Full-Time Employee, 1979-80	U.S. Average Salary Per Full-Time Employee, 1979-80
State	37,577	3.3%	13,164	\$16,476
Counties	13,242	0.8	9,024	14,136
Municipalities	13,291	1.0	10,896	16,428
Townships	—	—	—	16,284
Ind. School Dist.	41,283	3.2	11,904	16,308
Special Districts	930	0.1	9,996	16,332
Total State & Local	106,323	8.3	11,832	16,044

## STATE REVENUE AND EXPENDITURE LIMITS

No limits.

## LOCAL REVENUE AND EXPENDITURE LIMITS

Levy Limit (Constitutional, 1980)  
Mill rates must be adjusted downward to offset increases in assessed values following reassessment. New construction & improvements excluded. Specific Rate Limits (Constitutional, statutory, various years) Counties: 5 mills for general purposes, 10 mills for other. Cities & Towns: 5 mills for general, 8 mills for other.



## GENERAL REVENUE, 1978-79

Level	Total (millions)	Per Capita	Percentage Distribution by Source						
			Federal Aid	State Aid	Property Tax	Gen.Sales Tax	Income Tax	Other Charges & Misc.	
U.S. State & Local	\$343,278.4	\$1,560	21.9%	N.A.	18.9%	13.6%	14.3%	13.1%	18.2%
Regional State & Local	65,746.5	1,318	24.7	N.A.	12.8	15.7	10.6	16.1	20.1
State & Local-- AR	2,535.5	1,163	30.1	N.A.	10.8	13.7	12.3	14.3	18.7
State	1,798.3	825	35.5	N.A.	0.1	19.2	17.4	18.6	8.9
Local	1,247.0	572	10.1	40.3	21.7	0.1	—	2.4	25.3
County	267.6	123	13.9	24.7	18.2	—	—	0.2	42.5
Municipal	318.5	146	21.3	21.2	7.4	0.3	—	9.1	40.1
Ind. School Dist.	633.9	291	0.7	58.2	30.9	—	—	—	10.0

## DIRECT GENERAL EXPENDITURE, 1978-79

Level	Total (millions)	Per Capita	Percentage Distribution by Function				
			Education	Highways	Public Welfare**	Health & Hospitals	All Other
U.S. State & Local	\$326,024.0	\$1,481	36.6%	8.7%	12.4%	8.7%	33.6%
Regional State & Local	63,691.5	1,277	37.4	11.4	9.4	11.0	30.8
State & Local-- AR	2,417.8	1,109	38.4	13.2	12.8	9.9	25.7
State	1,195.3	548	25.6	18.5	25.6	8.8	21.5
Local	1,222.5	561	51.0	7.9	0.3	10.9	29.9
County	270.1	124	0.3	22.6	1.2	42.6	33.4
Municipal	286.9	132	—	12.5	0.2	6.3	80.9

## STATE-LOCAL GENERAL EXPENDITURES-- FEDERAL, STATE, AND LOCAL SHARE OF FINANCES, 1978-79

	State-Local General Expenditures From ALL Sources			State-Local General Expenditures From OWN Sources			
	Total (millions)	Percent Financed by			Total (millions)	State Financed	
		Federal	State	Local		Percent	U.S.Rank
General	\$2,418.0	31.6%	46.7%	21.7%	\$1,653.8	68.3%	8(Tie)
Local Education	636.0	15.6	51.3	33.1	536.7	60.8	16
Public Welfare	310.6	72.9	26.2	0.9	84.2	96.6	15(Tie)
Health & Hospitals	238.8	17.9	34.0	48.0	195.9	41.4	41(Tie)
Highways	318.6	23.4	69.1	7.6	244.2	90.1	4

## PROPERTY TAX RELIEF AND REFORM

Homestead Exemption or Credit: No.

Circuit Breaker: Elderly homeowners with incomes below \$10,000 eligible for income tax credit up to a maximum of \$250.

Classified Property Tax: No.

Local Revenue Diversification: Counties may levy a 1% sales tax with voter approval. Cities may levy a .5% or 1% sales tax with voter approval; two cities do so. First class cities may impose an income tax with voter approval. No cities have adopted the tax.

School Aid Program: Basic support program is foundation type with aid equal to the amount received in 1975-76 plus an equalization amount distributed inversely to property tax wealth. Additional weight given to small school districts in formula. Districts with handicapped students receive additional aid.

State-Local Shared Revenues: County aid distributed 75% equally to all counties and 25% according to population. Municipal aid distributed on basis of population. Total general local support was \$32.5 million in 1979.

## STATE AND LOCAL TAXES WITH AN INITIAL IMPACT ON BUSINESS AS A PERCENT OF STATE PERSONAL INCOME SELECTED YEARS, 1957-77

	1977	1967	1962	1957
With Unemployment Compensation Taxes	3.32	2.95	3.12	3.01
As Percent of U.S. Average	72	75	75	87
Without Unemployment Compensation Taxes	2.81	2.54	2.73	2.67
As Percent of U.S. Average	71	74	78	88

	1977	1967	1962	1957
Business Share of Total State-Local Taxes Without Unemployment Comp.	27.6	25.4	27.7	30.7

## NOTES

\*Average income of family with FHA insured mortgage living in SMSA with state's most populous city. Property taxes are SMSA average.  
\*\* Includes Medicaid.

## TRENDS--CALIFORNIA STATE AND LOCAL REVENUES AND EXPENDITURES AS A PERCENTAGE OF STATE PERSONAL INCOME, SELECTED YEARS 1942-80

State and Local Revenues and Expenditures	1980 Amount (millions)	As a Percentage of Personal Income						
		As Percent of U.S. Average		1977	1972	1967	1957	1942
General Revenue	\$382,321.6	19.8%	100%	20.8%	19.5%	15.7%	10.9%	8.5%
—U.S. State and Local								
General Revenue— CA	46,012.3	20.2	102	23.6	22.5	18.1	12.3	8.3
Federal Aid	9,435.7	4.1	95	4.8	4.4	3.4	1.3	0.7
Total Own Source Revenue	36,576.6	16.0	103	18.8	18.1	14.6	11.0	7.6
Property Tax	6,477.5	2.8	80	6.5	7.2	6.2	4.4	3.3
Income Tax	8,970.9	3.9	134	3.4	2.7	1.5	0.9	0.6
General Sales Tax	8,166.5	3.6	133	3.4	2.7	2.1	2.1	1.3
Other Taxes	4,130.6	1.8	72	2.1	2.5	2.2	1.9	1.4
Charges & Miscellaneous	8,831.0	3.9	100	3.3	3.1	2.7	1.7	1.0
Direct General Expenditure								
—U.S. State and Local	\$367,339.9	19.0	100%	20.0	19.7	16.1	11.6	7.5
Direct Gen. Expenditure— CA	43,412.7	19.0	100	21.8	21.3	18.9	12.5	7.2
Education	15,062.8	6.6	96	7.9	7.4	6.8	4.7	2.0
Public Welfare**	6,761.5	3.0	125	3.9	4.1	2.5	1.2	1.1
Highways	2,311.9	1.0	59	1.0	1.7	2.1	1.8	0.8
Health & Hospitals	3,641.2	1.6	94	1.6	1.4	1.2	0.9	0.4

## CALIFORNIA TAX BURDENS AND DEBT

Direct Taxes as a Percentage of City Average Family Income,* 1980	State Sales Tax Rates, 1981	1979 Tax Wealth	116
Federal Personal	General Sales 4.75% + local	1979 Tax Effort	95
Income Tax 13.4	Food Exemption Yes	Per Capita State and Local Debt Outstanding 1978-79	
Social Security Tax 5.2	Cigarettes (pack) \$.10	As Percent of U.S. Average	
Local Property Tax 2.0	Gasoline (gallon) \$.07	Long Term \$ 969	73
State-Local Personal	Effective Property Tax Rate, FHA Insured Mortgage, '80:0.98%	Full Faith 631	96
Income Tax 2.5	Effective State Personal Income Tax Rates, by Income	Nonguaranteed 338	51
State-Local General	Level of 4 Person Family, 1980	Short Term 15	28
Sales Tax 1.3	\$10,000: -1.4% \$17,500: 0.9%	Total 984	71
Total 24.4	\$25,000: 1.9% \$50,000: 4.5%		
As a Percent of U.S.			
Median 103			
Average Family Income* 30,581			

## CALIFORNIA STATE-LOCAL EMPLOYMENT AND SALARIES

	Number of Full-Time Equivalent Employees, 1979-80	Total Salaries as a Percent of State Personal Income, 1979-80	Average Salary Per Full-Time Employee, 1979-80	U.S. Average Salary Per Full-Time Employee, 1979-80
State	248,833	2.4%	\$22,404	\$16,476
Counties	230,613	1.8	18,216	14,136
Municipalities	167,249	1.5	20,460	16,428
Townships	—	—	—	16,284
Ind. School Dist.	398,092	3.5	20,364	16,308
Special Districts	63,364	0.5	19,488	16,332
Total State & Local	1,108,151	9.8	20,292	16,044

## STATE REVENUE AND EXPENDITURE LIMITS

Expenditure Limitation (Constitutional, 1979)  
Increases in certain state appropriations are limited to rises in the cost of living and population. Debt service, tax refunds and certain expenditures are excluded. Legislature or voters may approve temporary override of limit.  
Individual Income Tax Indexation (1978)  
Brackets, standard deduction, and personal exemption indexed to constructed California CPI.

## LOCAL REVENUE AND EXPENDITURE LIMITS

Overall Rate & Assessment Limits (Const., 1978)  
Total property taxes cannot exceed 1% of assessed value, with assessed value not to increase more than 2% per year unless property is sold. 2/3 voter approval needed to exceed limit.  
General Expenditure Limit (Constitutional, 1979)  
Local governments with property tax rates over 1.2 mills cannot increase appropriations faster than the rise in population and cost of living.



## GENERAL REVENUE, 1978-79

Level	Total (millions)	Per Capita	Percentage Distribution by Source						
			Federal Aid	State Aid	Property Tax	Gen.Sales Tax	Income Tax	Other Tax & Misc.	
U.S. State & Local	\$343,278.4	\$1,560	21.9%	N.A.	18.9%	13.6%	14.3%	13.1%	18.2%
Regional State & Local	52,221.1	1,750	21.2	N.A.	16.1	16.8	15.5	11.1	19.2
State & Local-- CA	39,502.5	1,741	20.8	N.A.	15.3	17.5	18.1	10.0	18.4
State	25,067.6	1,105	24.3	N.A.	2.5	22.6	28.5	11.7	9.9
Local	27,913.6	1,230	7.6	47.8	19.4	4.4	—	3.5	17.2
County	9,203.0	406	8.1	55.2	17.4	1.9	—	1.6	14.0
Municipal	6,760.8	298	12.8	21.8	11.0	15.0	—	12.4	26.0
Ind. School Dist.	10,061.8	443	1.9	65.6	26.0	—	—	—	5.7

## DIRECT GENERAL EXPENDITURE, 1978-79

Level	Total (millions)	Per Capita	Percentage Distribution by Function				
			Education	Highways	Public Welfare**	Health & Hospitals	All Other
U.S. State & Local	\$326,024.0	\$1,481	36.6%	8.7%	12.4%	8.7%	33.6%
Regional State & Local	49,522.3	1,659	35.7	6.1	14.5	7.9	35.8
State & Local-- CA	37,474.1	1,651	34.7	4.8	16.3	8.4	35.9
State	11,594.4	511	23.2	6.6	29.0	8.1	33.1
Local	25,879.7	1,140	39.8	3.9	10.6	8.5	37.1
County	8,363.0	369	5.3	4.7	31.3	17.6	41.1
Municipal	5,895.5	260	0.3	10.3	2.0	2.5	84.9

## CALIFORNIA STATE-LOCAL GENERAL EXPENDITURES-- FEDERAL, STATE, AND LOCAL SHARE OF FINANCES, 1978-79

	State-Local General Expenditures From ALL Sources				State-Local General Expenditures From OWN Sources		
	Total (millions)	Percent Financed by			Total (millions)	State Financed Percent	U.S.Rank
		Federal	State	Local			
General	\$38,365.3	21.4%	49.7%	28.9%	\$30,149.0	63.2%	19(Tie)
Local Education	8,942.8	14.5	62.5	23.0	7,642.2	73.1	8
Public Welfare	7,058.5	40.6	57.8	1.6	4,193.4	97.3	10(Tie)
Health & Hospitals	3,140.8	3.2	38.0	58.7	3,037.9	39.3	44
Highways	1,780.9	31.8	35.3	33.0	1,215.1	51.7	42

## PROPERTY TAX RELIEF AND REFORM

**Homestead Exemption or Credit:** Homestead exemption of \$7,000 of full cash value unless homeowner has received another form of exemption. Valid only in years when the state has sufficient funds to reimburse local governments.

**Circuit Breaker:** Elderly and disabled homeowners and renters with gross household income of \$20,000 or less eligible for assistance for between 4% and 96% of taxes on the first \$34,000 of valuation.

**Classified Property Tax:** Proposition 13 created a de facto property classification system since limit on assessment increases does not apply at the time when property is sold.

**Local Revenue Diversification:** Counties may enact a sales tax with a maximum rate of 1.25%; the maximum rate for cities is 1%. In jurisdictions where both a county and a city levy the maximum tax, the overall tax rate is limited to 1.25% with 80% of the proceeds going to the municipal government. Fifty-eight counties and roughly 381 cities have imposed sales taxes.

**School Aid Program:** Major program is foundation type block grant that replaces local revenues lost through Proposition 13. Aid amount is net of local property tax effort.

**State-Local Shared Revenues:** Major program compensates localities for revenues lost through Prop.13. Other property relief aids. '79 aid: \$1.8 billion

## STATE AND LOCAL TAXES WITH AN INITIAL IMPACT ON BUSINESS AS A PERCENT OF STATE PERSONAL INCOME SELECTED YEARS, 1957-77

	1977	1967	1962	1957
With Unemployment Compensation Taxes As Percent of U.S. Average	5.78	4.97	4.82	3.92
Without Unemployment Compensation Taxes As Percent of U.S. Average	126	126	116	113
Without Unemployment Compensation Taxes As Percent of U.S. Average	4.81	4.11	4.03	3.47
Without Unemployment Compensation Taxes As Percent of U.S. Average	121	120	115	115

	1977	1967	1962	1957
Business Share of Total State-Local Taxes Without Un- employment Comp.	31.0	34.3	35.7	37.3

## NOTES

\*Average income of family with FHA insured mortgage living in SMSA with state's most populous city. Property taxes are SMSA average.

\*\* Includes Medicaid.

## TRENDS—COLORADO STATE AND LOCAL REVENUES AND EXPENDITURES AS A PERCENTAGE OF STATE PERSONAL INCOME, SELECTED YEARS 1942-80

State and Local Revenues and Expenditures	1980 Amount (millions)	As a Percentage of Personal Income						
		1980	U.S. Average	1977	1972	1967	1957	1942
General Revenue	\$382,321.6	19.8%	100%	20.8%	19.5%	15.7%	10.9%	8.5%
--U.S. State and Local								
General Revenue— CO	5,066.1	20.0	101	21.9	20.9	18.8	13.4	11.0
Federal Aid	1,000.6	4.0	93	4.6	4.4	3.5	2.0	1.6
Total Own Source Revenue	4,065.5	16.1	104	17.3	16.5	15.3	11.4	9.4
Property Tax	951.6	3.8	109	4.9	5.1	5.4	4.7	4.6
Income Tax	571.9	2.2	76	2.5	2.2	1.8	0.8	0.4
General Sales Tax	873.6	3.5	130	3.4	2.7	2.1	1.4	1.0
Other Taxes	462.1	1.8	72	2.1	2.5	2.5	2.4	2.1
Charges & Miscellaneous	1,206.3	4.8	123	4.3	3.9	3.4	2.1	1.2
Direct General Expenditure								
--U.S. State and Local	\$367,339.9	19.0	100%	20.0	19.7	16.1	11.6	7.5
Direct Gen. Expenditure— CO	4,558.4	18.0	101	21.1	20.4	18.6	13.9	9.5
Education	1,924.3	7.6	119	9.4	9.2	8.7	5.1	2.6
Public Welfare**	402.1	1.6	75	1.9	2.4	1.9	2.2	2.4
Highways	474.2	1.9	106	2.0	2.5	2.6	2.7	1.4
Health & Hospitals	383.5	1.5	95	1.7	1.4	1.2	0.8	0.5

## COLORADO TAX BURDENS AND DEBT

Direct Taxes as a Percentage of City Average Family Income,* 1980	State Sales Tax Rates, 1981	1979 Tax Wealth	111
Federal Personal	General Sales 3% + local	1979 Tax Effort	96
Income Tax 11.9	Food Exemption Yes	<u>Per Capita State and Local Debt Outstanding 1978-79</u>	
Social Security Tax 6.1	Cigarettes (pack) \$.10	As Percent of U.S.	
Local Property Tax 2.5	Gasoline (gallon) \$.09	Average	
State-Local Personal	Effective Property Tax Rate,	Long Term	\$ 1,069
Income Tax 2.0	FHA Insured Mortgage, '80:1.05%	Full Faith	535
State-Local General	Effective State Personal In-	Nonguaranteed	534
Sales Tax 1.3	come Tax Rates, by Income	Short Term	14
Total 23.8	Level of 4 Person Family, 1980	Total	1,082
As a Percent of U.S.	\$10,000: 1.0% \$17,500: 1.2%		78
Median 100	\$25,000: 2.0% \$50,000: 2.9%		
Average Family Income* 25,844			

## COLORADO STATE-LOCAL EMPLOYMENT AND SALARIES

	Number of Full-Time Equivalent Employees, 1979-80	Total Salaries as a Percent of State Personal Income, 1979-80	Average Salary Per Full-Time Employee, 1979-80	U.S. Average Salary Per Full-Time Employee, 1979-80
State	42,537	3.2%	\$19,056	\$16,476
Counties	15,443	0.8	12,876	14,136
Municipalities	28,197	1.9	17,100	16,428
Townships	—	—	—	16,284
Ind. School Dist.	56,394	3.5	15,948	16,308
Special Districts	6,155	0.4	16,488	16,332
Total State & Local	148,726	9.8	16,704	16,044

## STATE REVENUE AND EXPENDITURE LIMITS

Expenditure Limitation (Statutory, 1977)  
Increases in expenditure from general fund limited to 7% over previous years. Excess revenues must be used for tax relief. Legislation can be amended or repealed by state legislature.

Individual Income Tax Indexation (1978)

Brackets, standard deduction & personal exemptions adjusted annually by legislature.

## LOCAL REVENUE AND EXPENDITURE LIMITS

Full Disclosure Law (Statutory, 1981) Before adopting mill rate that raises revenue in excess of previous year's level, governing body must hold an advertised public meeting. Levy Limits (Statutory, 1956, amended 1976) Counties, cities and towns subject to 7% limit on levy increases. Various ways to exceed limit. Debt service excluded. Specific Rate Limits (Statutory) counties and school districts.



## GENERAL REVENUE, 1978-79

Level	Total (millions)	Per Capita \$1,560	Percentage Distribution by Source						
			Federal Aid 21.9%	State Aid N.A.	Property Tax 18.9%	Gen.Sales Tax 13.6%	Income Tax 14.3%	Other Tax 13.1%	Charges & Misc. 18.2%
U.S. State & Local	\$343,278.4	\$1,560	21.9%	N.A.	18.9%	13.6%	14.3%	13.1%	18.2%
Regional State & Local	10,189.7	1,623	22.4	N.A.	19.6	14.2	11.7	11.3	20.9
State & Local-- CO	4,596.4	1,658	19.6	N.A.	19.7	17.3	12.4	9.2	21.8
State	2,554.4	922	26.1	N.A.	0.2	20.2	22.3	13.8	17.1
Local	2,825.6	1,019	8.2	27.4	31.9	10.0	—	2.5	20.0
County	492.3	178	12.5	31.1	32.1	3.2	—	2.2	17.7
Municipal	933.7	337	15.0	9.9	11.7	24.4	—	6.5	30.5
Ind. School Dist.	1,242.9	448	1.3	42.4	47.5	—	—	—	8.7

## DIRECT GENERAL EXPENDITURE, 1978-79

Level	Total (millions)	Per Capita \$1,481	Percentage Distribution by Function				
			Education 36.6%	Highways 8.7%	Public Welfare** 12.4%	Health & Hospitals 8.7%	All Other 33.6%
U.S. State & Local	\$326,024.0	\$1,481	36.6%	8.7%	12.4%	8.7%	33.6%
Regional State & Local	9,408.3	1,498	42.4	11.4	8.5	8.1	29.6
State & Local-- CO	4,153.7	1,498	43.0	9.1	9.3	8.3	30.2
State	1,488.3	537	40.0	14.9	13.8	10.9	20.4
Local	2,665.4	962	44.7	5.9	6.8	6.9	35.8
County	473.7	171	—	16.5	25.8	13.4	44.2
Municipal	833.1	301	—	9.3	7.0	9.5	74.2

## COLORADO STATE-LOCAL GENERAL EXPENDITURES--FEDERAL, STATE, AND LOCAL SHARE OF FINANCES, 1978-79

	State-Local General Expenditures From ALL Sources				State-Local General Expenditures From OWN Sources		
	Total (millions)	Percent Financed by			Total (millions)	State Financed Percent	U.S.Rank
		Federal	State	Local			
General	\$4,153.8	21.7%	39.6%	38.8%	\$3,254.2	50.5%	45(Tie)
Local Education	1,199.9	3.5	40.0	56.5	1,157.5	41.5	39
Public Welfare	389.9	55.6	33.6	10.8	173.2	75.7	38
Health & Hospitals	345.8	12.6	41.1	46.3	302.4	47.0	34
Highways	379.7	30.2	40.5	29.3	265.1	58.0	35

## PROPERTY TAX RELIEF AND REFORM

Homestead Exemption or Credit: No.

Circuit Breaker: Elderly or disabled homeowners and renters with total income of \$11,200 if married, and \$7,500 if single, are eligible for an income tax credit of up to \$500, less 20% of the amount by which income exceeds \$8,700 if married, and \$5,000 if single.

Classified Property Tax: No.

Local Revenue Diversification: Twenty-three counties levy a sales tax at rates of 1% and 2%. Roughly 159 municipalities levy a sales tax, with rates varying between 1% and 4%.

School Aid Program: Basic support program has guaranteed yield per student per mill of local property tax support, within certain minimum and maximum levels of state aid. Additional state aid for handicapped or non-English speaking students.

State-Local Shared Revenues: Major program is cigarette tax rebate. Total general local support was \$16.2 million in 1979.

## STATE AND LOCAL TAXES WITH AN INITIAL IMPACT ON BUSINESS AS A PERCENT OF STATE PERSONAL INCOME SELECTED YEARS, 1957-77

	1977	1967	1962	1957
With Unemployment Compensation Taxes	4.50	3.98	4.06	3.39
As Percent of U.S. Average	98	101	98	98
Without Unemployment Compensation Taxes	4.03	3.77	3.73	3.20
As Percent of U.S. Average	102	110	107	106
Business Share of Total State-Local Taxes Without Unemployment Comp.	31.1	31.7	33.9	34.4

## NOTES

\*Average income of family with FHA insured mortgage living in SMSA with state's most populous city. Property taxes are SMSA average.

\*\* Includes Medicaid.

## TRENDS--CONNECTICUT STATE AND LOCAL REVENUES AND EXPENDITURES AS A PERCENTAGE OF STATE PERSONAL INCOME, SELECTED YEARS 1942-80

State and Local Revenues and Expenditures	1980 Amount (millions)	As a Percentage of Personal Income						
		As Percent of		1977	1972	1967	1957	1942
		1980	U.S. Average					
General Revenue	\$382,321.6	19.8%	100%	20.8%	19.5%	15.7%	10.9%	8.5%
—U.S. State and Local								
General Revenue— CN	5,044.7	16.0	81	17.5	17.1	12.5	8.6	6.4
Federal Aid	976.1	3.1	72	3.3	2.4	1.7	0.5	0.4
Total Own Source Revenue	4,068.6	12.9	83	14.2	14.7	10.8	8.1	6.0
Property Tax	1,470.5	4.7	134	5.6	6.4	4.8	3.6	3.2
Income Tax	347.1	1.1	38	1.1	1.2	0.7	0.5	0.4
General Sales Tax	803.0	2.5	93	2.5	2.3	1.4	1.2	--
Other Taxes	705.9	2.2	88	2.7	3.0	2.3	1.9	2.0
Charges & Miscellaneous	742.2	2.4	62	2.2	1.8	1.5	1.0	0.4
Direct General Expenditure								
—U.S. State and Local	\$367,339.9	19.0	100%	20.0	19.7	16.1	11.6	7.5
Direct Gen. Expenditure— CN	4,918.8	15.6	82	16.0	17.0	12.8	11.3	5.9
Education	1,715.5	5.4	78	5.9	6.6	4.8	3.3	1.5
Public Welfare**	658.9	2.1	88	1.9	1.8	1.0	0.7	0.6
Highways	356.7	1.1	65	1.1	1.8	1.9	3.8	1.2
Health & Hospitals	306.2	1.0	59	1.0	1.0	.8	.7	0.4

## CONNECTICUT TAX BURDENS AND DEBT

Direct Taxes as a Percentage of City Average Family Income,* 1980	State Sales Tax Rates, 1981	1979 Tax Wealth	106
Federal Personal	General Sales 7.5%	1979 Tax Effort	103
Income Tax 9.8	Food Exemption Yes	<u>Per Capita State and Local Debt Outstanding 1978-79</u>	
Social Security Tax 6.1	Cigarettes (pack) \$.21	As Percent of U.S. Average	
Local Property Tax 3.5	Gasoline (gallon) \$.11	Long Term	\$ 1,636 123
State-Local Personal Income Tax --	Effective Property Tax Rate, FHA Insured Mortgage, '80:1.55%	Full Faith	1,126 170
State-Local General Sales Tax 1.4	Effective State Personal Income Tax Rates, by Income	Nonguaranteed	510 76
Total 20.8	Level of 4 Person Family, 1980	Short Term	128 239
As a Percent of U.S. Median 87	\$10,000: -- \$17,500: --	Total	1,764 128
Average Family Income* 20,750	\$25,000: -- \$50,000: --		

## CONNECTICUT STATE-LOCAL EMPLOYMENT AND SALARIES

	Number of Full-Time Equivalent Employees, 1979-80	Total Salaries as a Percent of State Personal Income, 1979-80	Average Salary Per Full-Time Employee, 1979-80	U.S. Average Salary Per Full-Time Employee, 1979-80
State	46,390	2.3%	\$14,568	\$16,476
Counties	--	--	--	14,136
Municipalities	39,745	2.2	17,676	16,428
Townships	47,386	2.6	17,376	16,284
Ind. School Dist.	2,728	0.1	16,308	16,308
Special Districts	2,133	0.1	16,128	16,332
Total State & Local	138,382	7.3	16,404	16,044

## STATE REVENUE AND EXPENDITURE LIMITS

No limits.

## LOCAL REVENUE AND EXPENDITURE LIMITS

No state imposed limits, however, five towns have locally imposed limits: Ashford (1980), North Branford (1980), Seymour (1978), Shelton (1978), and Woodstock (1979). Town council or public meeting approval needed for school levy.



## GENERAL REVENUE, 1978-79

Level	Total (millions)	Per Capita \$1,560	Percentage Distribution by Source						
			Federal Aid 21.9%	State Aid N.A.	Property Tax 18.9%	Gen.Sales Tax 13.6%	Income Tax 14.3%	Other Tax 13.1%	Charges & Misc. 18.2%
U.S. State & Local	\$343,278.4	\$1,560	21.9%	N.A.	18.9%	13.6%	14.3%	13.1%	18.2%
Regional State & Local	20,241.1	1,647	23.9	N.A.	28.8	9.1	14.7	10.7	12.8
State & Local-- CT	4,714.9	1,514	19.8	N.A.	30.2	15.6	6.7	14.5	13.3
State	2,827.1	908	25.5	N.A.	--	26.0	11.1	23.6	13.6
Local	2,411.6	774	8.9	21.5	59.0	--	--	0.6	10.0
County	--	--	--	--	--	--	--	--	--
Municipal	1,103.6	354	12.3	24.7	52.9	--	--	0.6	9.3
Ind. School Dist.	58.4	19	0.3	20.7	--	--	--	--	5.0

## DIRECT GENERAL EXPENDITURE, 1978-79

Level	Total (millions)	Per Capita \$1,481	Percentage Distribution by Function				
			Education 36.6%	Highways 8.7%	Public Welfare** 12.4%	Health & Hospitals 8.7%	All Other 33.6%
U.S. State & Local	\$326,024.0	\$1,481	36.6%	8.7%	12.4%	8.7%	33.6%
Regional State & Local	18,808.9	1,530	34.1	7.4	15.3	6.9	36.3
State & Local-- CT	4,391.2	1,410	35.3	7.0	13.5	5.9	38.2
State	1,974.6	634	18.6	9.6	27.4	11.2	33.2
Local	2,416.6	776	49.1	4.9	2.2	1.6	42.3
County	--	--	--	--	--	--	--
Municipal	1,074.8	345	39.6	3.7	4.0	2.7	50.1

## CONNECTICUT STATE-LOCAL GENERAL EXPENDITURES--FEDERAL, STATE, AND LOCAL SHARE OF FINANCES, 1978-79

	State-Local General Expenditures From ALL Sources				State-Local General Expenditures From OWN Sources		
	Total (millions)	Percent Financed by			Total (millions)	State Financed Percent	U.S. Rank
		Federal	State	Local			
General	\$4,391.2	21.3%	43.2%	35.6%	\$3,457.0	54.8%	33
Local Education	1,358.6	5.7	29.9	64.3	1,280.9	31.7	45
Public Welfare	590.7	52.8	43.5	3.6	278.6	92.3	22
Health & Hospitals	260.7	11.4	79.3	9.3	231.0	89.5	7
Highways	308.6	23.7	44.4	31.9	235.4	58.2	34

## PROPERTY TAX RELIEF AND REFORM

Homestead Exemption or Credit: Homeowners over 65 years old with income below \$6,000 a year deduct \$1,000 from valuation and freeze taxes at 1966 level or level at age 65. State reimbursement.

Circuit Breaker: Elderly homeowners and renters with incomes below \$12,000 eligible for state payment for property taxes in excess of 5% of income. The maximum payment is \$600.

Classified Property Tax: Hartford only.

Local Revenue Diversification: Comparatively little; cities and towns may impose license taxes.

School Aid Program: Guaranteed tax base type formula being phased in with grant based on income, property tax base, and educational need. Additional aid is provided for districts with large numbers of poverty families and students requiring bilingual education.

State-Local Shared Revenues: Major programs include compensation for elderly homestead credit and exempted manufacturing inventory. The state's urban aid program, which distributed aid according to equalizing criteria, was repealed in 1981. Total 1979 payments for general aid were \$123.3 million.

STATE AND LOCAL TAXES WITH AN INITIAL IMPACT ON BUSINESS AS A PERCENT OF STATE PERSONAL INCOME  
SELECTED YEARS, 1957-77

	1977	1967	1962	1957
With Unemployment Compensation Taxes As Percent of U.S. Average	4.77	3.71	3.99	2.99
104	94	96	86	
Without Unemployment Compensation Taxes As Percent of U.S. Average	4.01	3.17	3.36	2.57
101	92	96	85	

Business Share of Total State-Local Taxes Without Un- employment Comp.	1977	1967	1962	1957
	33.4	34.3	37.1	36.1

## NOTES

-In 1980 Connecticut had the following gambling revenues: off track betting, 30.5 million; jai-alai, \$15 million; and dog racing, \$7.4 million.  
-Roughly 90% of school systems are dependent; other districts receive city or town funds.  
\*Average income of family with FHA insured mortgage living in SMSA with state's most populous city. Property taxes are SMSA average.  
\*\* Includes Medicaid.

## TRENDS--DELAWARE STATE AND LOCAL REVENUES AND EXPENDITURES AS A PERCENTAGE OF STATE PERSONAL INCOME, SELECTED YEARS 1942-80

State and Local Revenues and Expenditures	1980 Amount (millions)	As a Percentage of Personal Income						
		As Percent of		1977	1972	1967	1957	1942
		1980	U.S. Average					
General Revenue	\$382,321.6	19.8%	100%	20.8%	19.5%	15.7%	10.9%	8.5%
--U.S. State and Local								
General Revenue-- DE	1,167.6	21.5	109	20.9	19.8	15.6	7.4	5.4
Federal Aid	279.1	5.1	119	4.9	3.6	2.1	0.7	0.6
Total Own Source Revenue	888.4	16.4	106	16.0	16.2	13.5	6.8	4.8
Property Tax	99.6	1.8	51	1.9	2.1	1.9	1.2	1.2
Income Tax	286.8	5.3	183	5.1	4.4	3.7	1.2	0.4
General Sales Tax	—	—	—	—	—	—	—	—
Other Taxes	243.5	4.5	180	4.8	5.8	4.1	2.5	2.7
Charges & Miscellaneous	258.5	4.8	123	4.2	3.9	3.8	1.9	0.5
Direct General Expenditure								
--U.S. State and Local	\$367,339.9	19.0	100%	20.0	19.7	16.1	11.6	7.5
Direct Gen. Expenditure-- DE	1,076.5	19.8	104	20.8	21.1	17.8	8.6	5.4
Education	435.3	8.0	116	8.4	9.9	6.9	3.4	1.7
Public Welfare**	98.3	1.8	75	1.8	1.8	0.8	0.4	0.4
Highways	99.3	1.8	106	1.7	2.6	3.9	1.9	1.0
Health & Hospitals	49.2	.9	53	1.1	0.9	0.8	0.6	0.5

## DELAWARE TAX BURDENS AND DEBT

Direct Taxes as a Percentage of City Average Family Income,* 1980	State Sales Tax Rates, 1981	1979 Tax Wealth	111
Federal Personal	General Sales	1979 Tax Effort	95
Income Tax	Food Exemption		
Social Security Tax	Cigarettes (pack)	Per Capita State and Local Debt Outstanding 1978-79	
Local Property Tax	Gasoline (gallon)		
State-Local Personal	Effective Property Tax Rate, FHA Insured Mortgage, '80:0.85%	As Percent of U.S.	
Income Tax		Amount	Average
State-Local General	Effective State Personal Income Tax Rates, by Income Level of 4 Person Family, 1980	Long Term	\$ 2,179
Sales Tax	\$10,000: 2.4% \$17,500: 2.9% \$25,000: 4.4% \$50,000: 6.5%	Full Faith	1,153
Total		Nonguaranteed	1,026
As a Percent of U.S.		Short Term	51
Median		Total	2,230
Average Family Income*			161

## DELAWARE STATE-LOCAL EMPLOYMENT AND SALARIES

	Number of Full-Time Equivalent Employees, 1979-80	Total Salaries as a Percent of State Personal Income, 1979-80	Average Salary Per Full-Time Employee, 1979-80	U.S. Average Salary Per Full-Time Employee, 1979-80
State	15,565	4.4%	\$15,180	\$16,476
Counties	2,208	0.5	13,020	14,136
Municipalities	2,546	0.7	14,796	16,428
Townships	—	—	—	16,284
Ind. School Dist.	10,571	2.8	14,472	16,308
Special Districts	430	0.1	15,984	16,332
Total State & Local	31,318	8.6	14,772	16,044

## STATE REVENUE AND EXPENDITURE LIMITS

## Expenditure Limitation (Constitutional, 1980)

General fund appropriation limited to 98% of estimated revenue for that year. Excess revenue goes into a reserve account that can be used only with the approval of a 60% vote of each house of the legislature.

## LOCAL REVENUE AND EXPENDITURE LIMITS

Specific Rate Limits (Statutory, 1972)  
Limit of 5 mills on Kent County. Debt service excluded from limitation. Voter approval for school rate rise. Levy Limits (Statutory, 1972)  
Following reassessment, county property tax rates must be readjusted so as to yield no more than a 15% increase over the previous year, excluding the value of new construction.



## GENERAL REVENUE, 1978-79

Level	Total (millions)	Per Capita \$	Percentage Distribution by Source						
			Federal Aid	State Aid	Property Tax	Gen.Sales Tax	Income Tax	Other Tax	Charges & Misc.
U.S. State & Local	\$343,278.4	\$1,560	21.9%	N.A.	18.9%	13.6%	14.3%	13.1%	18.2%
Regional State & Local	76,412.1	1,815	21.5	N.A.	21.4	11.0	18.9	12.4	14.8
State & Local-- DE	1,077.9	1,852	24.0	N.A.	8.9	--	25.6	21.4	20.1
State	806.5	1,386	21.3	N.A.	--	--	33.0	28.0	17.4
Local	435.6	748	20.0	37.1	22.1	--	2.3	1.1	17.4
County	91.4	157	38.2	6.9	24.0	--	--	1.3	28.6
Municipal	82.7	142	35.3	4.2	17.2	--	12.3	4.1	25.9
Ind. School Dist.	239.5	412	7.7	63.4	25.1	--	--	--	3.8

## DIRECT GENERAL EXPENDITURE, 1978-79

Level	Total (millions)	Per Capita \$	Percentage Distribution by Function				
			Education	Highways	Public Welfare**	Health & Hospitals	All Other
U.S. State & Local	\$326,024.0	\$1,481	36.6%	8.7%	12.4%	8.7%	33.6%
Regional State & Local	71,955.2	1,709	32.9	6.2	14.5	7.9	38.5
State & Local-- DE	922.9	1,586	40.9	8.0	9.2	5.0	36.8
State	517.2	889	30.2	11.5	16.2	8.9	33.1
Local	405.7	697	54.5	3.6	0.2	0.1	41.6
County	88.6	152	--	0.5	0.8	0.3	98.4
Municipal	73.5	126	--	9.0	--	0.3	90.8

## DELAWARE STATE-LOCAL GENERAL EXPENDITURES-- FEDERAL, STATE, AND LOCAL SHARE OF FINANCES, 1978-79

	State-Local General Expenditures From ALL Sources				State-Local General Expenditures From OWN Sources		
	Total (millions)	Percent Financed by			Total (millions)	State Financed Percent	U.S.Rank
General	\$ 923.5	Federal 28.0%	State 57.3%	Local 14.7%	\$ 665.0	79.6%	2
Local Education	281.8	13.1	64.3	22.7	245.0	73.9	7
Public Welfare	85.2	55.0	44.1	0.8	38.3	98.2	7
Health & Hospitals	46.6	8.4	90.3	1.3	42.7	98.6	3
Highways	74.2	32.2	51.3	16.4	50.3	75.7	14

## PROPERTY TAX RELIEF AND REFORM

Homestead Exemption or Credit: Municipalities may adopt a homestead exemption for elderly homeowners with incomes below \$3,000 in the previous year. The exemption is on the first \$5,000 of value.

Circuit Breaker: No.

Classified Property Tax: No.

Local Revenue Diversification: Residents and non-resident workers in Wilmington subject to 1% tax on wages, salaries, commissions, and net profits.

School Aid Program: Districts receive aid based on teacher experience and degree level and on pupil units multiplied by dollar amounts. State aid cannot be more than 90% or less than 10% of authorized local costs. Additional pupil weighting for handicapped students.

State-Local Shared Revenues: None

## STATE AND LOCAL TAXES WITH AN INITIAL IMPACT ON BUSINESS AS A PERCENT OF STATE PERSONAL INCOME SELECTED YEARS, 1957-77

	1977	1967	1962	1957
With Unemployment Compensation Taxes As Percent of U.S. Average	4.55	3.09	3.04	1.56
Without Unemployment Compensation Taxes As Percent of U.S. Average	99	79	73	45
Without Unemployment Compensation Taxes As Percent of U.S. Average	4.03	2.82	2.46	1.32
Without Unemployment Compensation Taxes As Percent of U.S. Average	102	82	70	44

	1977	1967	1962	1957
Business Share of Total State-Local Taxes Without Un- employment Comp.	34.2	28.8	30.5	27.8

## NOTES

Delaware's reduction of its bank franchise tax has caused several banks in Northeastern states to move some of their operations into the state.

\*Average income of family with FHA insured mortgage living in SMSA with state's most populous city. Property taxes are SMSA average.

\*\* Includes Medicaid.

## TRENDS—DISTRICT OF COLUMBIA REVENUES AND EXPENDITURES AS A PERCENTAGE OF STATE PERSONAL INCOME, SELECTED YEARS 1942-80

State and Local Revenues and Expenditures	1980 Amount (millions)	As a Percentage of Personal Income						
		As Percent of		1977	1972	1967	1957	1942
General Revenue		1980	U.S. Average					
—U.S. State and Local	\$382,321.6	19.8%	100%	20.8%	19.5%	15.7%	10.9%	8.5%
General Revenue— D.C.	2,248.4	32.4	164	35.8	24.2	14.5	9.4	5.2
Federal Aid	1,148.2	16.6	384	20.7	11.5	4.6	1.7	0.8
Total Own Source Revenue	1,100.2	15.9	103	15.0	12.7	9.9	7.7	4.4
Property Tax	219.4	3.2	91	2.9	3.2	2.9	2.5	2.2
Income Tax	342.2	4.9	169	4.5	3.1	2.0	1.3	0.5
General Sales Tax	194.0	2.8	104	2.5	1.9	1.4	1.0	—
Other Taxes	185.3	2.7	108	3.1	2.2	2.3	2.1	1.3
Charges & Miscellaneous	159.4	2.3	59	2.0	2.4	1.2	0.8	0.4
Direct General Expenditure								
—U.S. State and Local	\$367,339.9	19.0	100%	20.0	19.7	16.1	11.6	7.5
Direct Gen. Expenditure— D.C.	1,896.6	27.3	144	26.4	24.2	15.1	8.9	5.1
Education	383.4	5.5	80	5.9	6.4	3.7	1.9	1.2
Public Welfare**	332.3	4.8	200	4.7	3.3	1.3	0.6	0.3
Highways	75.2	1.1	65	0.9	1.6	1.6	0.7	0.5
Health & Hospitals	178.1	2.6	153	2.1	3.2	2.1	1.4	0.6

## DISTRICT OF COLUMBIA TAX BURDENS AND DEBT

Direct Taxes as a Percentage of City Average Family Income,* 1980		State Sales Tax Rates, 1981		1979 Tax Wealth	107	
Federal Personal		General Sales	6%	1979 Tax Effort	133	
Income Tax	12.6	Food Exemption	Yes	Per Capita State and Local Debt Outstanding 1978-79		
Social Security Tax	5.6	Cigarettes (pack)	\$ .13	As Percent of U.S.		
Local Property Tax	3.6	Gasoline (gallon)	\$ .13	Amount	Average	
State-Local Personal		Effective Property Tax Rate, FHA Insured Mortgage, '80:1.30%		Long Term	\$ 3,842	289
Income Tax	4.9	Effective State Personal Income Tax Rates, by Income Level of 4 Person Family, 1980		Full Faith	1,897	287
State-Local General		\$10,000: 1.3% \$17,500: 3.1%		Nonguaranteed	1,944	291
Sales Tax	1.0	\$25,000: 4.6% \$50,000: 7.0%		Short Term	230	429
Total	27.7			Total	4,072	295
As a Percent of U.S.						
Median	116					
Average Family Income*	28,382					

## DISTRICT OF COLUMBIA EMPLOYMENT AND SALARIES

	Number of Full-Time Equivalent Employees, 1979-80	Total Salaries as a Percent of State Personal Income, 1979-80	Average Salary Per Full-Time Employee, 1979-80	U.S. Average Salary Per Full-Time Employee, 1979-80
State	—	—	\$ —	\$16,476
Counties	—	—	—	14,136
Municipalities	41,443	12.8%	21,276	16,428
Townships	—	—	—	16,284
Ind. School Dist.	—	—	—	16,308
Special Districts	7,174	2.2	21,444	16,332
Total Local	48,617	15.0	21,300	16,044

## STATE REVENUE AND EXPENDITURE LIMITS

Not applicable.

## LOCAL REVENUE AND EXPENDITURE LIMITS

The budget for the District of Columbia must be submitted annually for the approval of the U.S. Congress. The Congress also has veto power over all revenue actions taken by the District government. The Congress has prevented the District from applying its income tax to the salaries of non-resident workers.



## GENERAL REVENUE, 1978-79

Level	Total (millions)	Per Capita	Percentage Distribution by Source						
			Federal Aid	State Aid	Property Tax	Gen.Sales Tax	Income Tax	Other Tax	Charges & Misc.
U.S. State & Local	\$343,277.7	\$1,560	21.9%	N.A.	18.9%	13.6%	14.3%	13.1%	18.2%
Regional State & Local	76,412.1	1,815	21.5	N.A.	21.4	11.0	18.9	12.4	14.8
State & Local-- DC	2,002.5	3,053	50.5	N.A.	10.6	8.6	15.4	9.2	5.7
State	—	—	—	—	—	—	—	—	—
Local	2,002.5	3,053	50.5	N.A.	10.6	8.6	15.4	9.2	5.7
County	—	—	—	—	—	—	—	—	—
Municipal	1,697.2	2,588	41.2	N.A.	12.5	10.1	18.2	10.9	5.4
Ind. School Dist.	—	—	—	—	—	—	—	—	—

## DIRECT GENERAL EXPENDITURE, 1978-79

Level	Total (millions)	Per Capita	Percentage Distribution by Function				
			Education	Highways	Public Welfare**	Health & Hospitals	All Other
U.S. State & Local	\$326,024.3	\$1,481	36.6%	8.7%	12.4%	8.7%	33.6%
Regional State & Local	71,955.2	1,709	32.9	6.2	14.5	7.9	38.5
State & Local-- DC	1,791.4	2,731	20.0	3.7	16.2	9.4	50.8
State	—	—	—	—	—	—	—
Local	1,791.4	2,731	20.0	3.7	16.2	9.4	50.8
County	—	—	—	—	—	—	—
Municipal	1,791.4	2,731	20.0	3.7	16.2	9.4	50.8

## D. C. STATE-LOCAL GENERAL EXPENDITURES--FEDERAL, STATE, AND LOCAL SHARE OF FINANCES, 1978-79

	State-Local General Expenditures From ALL Sources			State-Local General Expenditures From OWN Sources		
	Total (millions)	Percent Financed by		Total (millions)	State Financed	
		Federal	State		Local	Percent
General	\$1,791.4	56.5%	—	43.5%	\$ 779.6	N.A.
Local Education	297.4	14.8	—	85.2	253.3	N.A.
Public Welfare	290.3	43.6	—	56.4	163.8	N.A.
Health & Hospitals	168.5	11.8	—	88.2	149.1	N.A.
Highways	65.5	63.5	—	36.5	21.9	N.A.

## PROPERTY TAX RELIEF AND REFORM

Homestead Exemption or Credit: Homestead exemption of \$9,000 of estimated market value for all homeowners.

Circuit Breaker: Income tax credit for all homeowners and renters with income of \$20,000 or less for property taxes in excess of set percentages. Elderly, blind, or disabled homeowners and renters receive a larger credit. The maximum credit for all homeowners and renters is \$750.

Classified Property Tax: Class 1 is owner occupied residential; class 2 is other residential; and class 3 is all other property such as commercial and industrial. The District approves separate mill rates for each class.

Local Revenue Diversification: The District has personal and corporate income taxes as well as license, general sales, and selective sales taxes.

School Aid Program: Not applicable.

State-Shared Revenues: Not applicable.

## STATE AND LOCAL TAXES WITH AN INITIAL IMPACT ON BUSINESS AS A PERCENT OF STATE PERSONAL INCOME SELECTED YEARS, 1957-77

	1977	1967	1962	1957
With Unemployment Compensation Taxes	4.79	3.08	2.78	2.51
As Percent of U.S. Average	105	78	67	73
Without Unemployment Compensation Taxes	4.17	2.73	2.52	2.32
As Percent of U.S. Average	105	80	72	77
Business Share of Total State-Local Taxes Without Unemployment Comp.	31.9	31.8	32.8	33.9

## NOTES

\*Average income of family with FHA insured mortgage living in SMSA with state's most populous city. Property taxes are SMSA average.

\*\* Includes Medicaid.

## TRENDS—FLORIDA STATE AND LOCAL REVENUES AND EXPENDITURES AS A PERCENTAGE OF STATE PERSONAL INCOME, SELECTED YEARS 1942-80

State and Local Revenues and Expenditures	1980 Amount (millions)	As a Percentage of Personal Income						
		As Percent of		1977	1972	1967	1957	1942
		1980	U.S. Average					
General Revenue	\$382,321.6	19.8%	100%	20.8%	19.5%	15.7%	10.9%	8.5%
--U.S. State and Local								
General Revenue-- FL	13,240.9	17.5	91	17.9	18.0	16.3	11.9	8.8
Federal Aid	2,746.7	3.6	85	3.5	2.7	2.4	1.2	0.7
Total Own Source Revenue	10,494.3	13.9	92	14.4	15.2	13.8	10.7	8.1
Property Tax	2,184.4	2.9	95	3.5	3.8	4.2	3.0	3.1
Income Tax	371.4	0.5	18	0.4	0.1	—	—	—
General Sales Tax	2,252.2	3.0	112	2.8	3.2	1.9	1.3	—
Other Taxes	2,573.5	3.4	143	3.8	4.5	4.3	4.3	3.8
Charges & Miscellaneous	3,112.7	4.1	106	3.9	3.7	3.3	2.1	1.2
Direct General Expenditure								
--U.S. State and Local	\$367,339.9	19.0	100%	20.0	19.7	16.1	11.6	7.5
Direct Gen. Expenditure-- FL	12,753.7	16.8	93	18.3	18.0	16.4	12.7	8.1
Education	4,486.0	5.9	88	6.7	7.5	6.5	3.9	1.9
Public Welfare**	760.8	1.0	42	1.0	1.2	0.9	0.9	0.7
Highways	1,201.6	1.6	89	1.4	2.1	2.4	2.6	1.4
Health & Hospitals	1,512.0	2.0	118	2.0	1.8	1.5	1.1	0.5

## FLORIDA TAX BURDENS AND DEBT

Direct Taxes as a Percentage of City Average Family Income,* 1980	State Sales Tax Rates, 1981	1979 Tax Wealth	104
Federal Personal	General Sales 4%	1979 Tax Effort	79
Income Tax 9.5	Food Exemption Yes	<u>Per Capita State and Local Debt Outstanding 1978-79</u>	
Social Security Tax 6.1	Cigarettes (pack) \$.21	As Percent of U.S. Average	
Local Property Tax 2.2	Gasoline (gallon) \$.08	Long Term \$ 1,097	83
State-Local Personal	Effective Property Tax Rate, FHA Insured Mortgage, '80:1.02%	Full Faith 369	56
Income Tax —	Effective State Personal Income Tax Rates, by Income	Nonguaranteed 728	109
State-Local General	Level of 4 Person Family, 1980	Short Term 10	19
Sales Tax 0.9	\$10,000: — \$17,500: —	Total 1,108	80
Total 18.7	\$25,000: — \$50,000: —		
As a Percent of U.S.			
Median 79			
Average Family Income* 19,946			

## FLORIDA STATE-LOCAL EMPLOYMENT AND SALARIES

	Number of Full-Time Equivalent Employees, 1979-80	Total Salaries as a Percent of State Personal Income, 1979-80	Average Salary Per Full-Time Employee, 1979-80	U.S. Average Salary Per Full-Time Employee, 1979-80
State	104,664	2.1%	\$14,904	\$16,476
Counties	80,279	1.5	13,968	14,136
Municipalities	73,697	1.4	13,932	16,428
Townships	—	—	—	16,284
Ind. School Dist.	175,355	3.4	14,472	16,308
Special Districts	24,809	0.4	12,684	16,332
Total State & Local	458,804	8.7	14,292	16,044

## STATE REVENUE AND EXPENDITURE LIMITS

No limits.

## LOCAL REVENUE AND EXPENDITURE LIMITS

Specific Rate Limit (Constitutional, 1968 and Statutory, various years) Counties, cities, and school districts each have a 10 mill limit excluding debt service. Counties have an additional 10 mills for municipal services. Taxpayers may approve excess levies for two years. Full Disclosure (Statutory, 1971, amended 1977, 1980) Taxpayers sent valuation & millage information. Two advertised public meetings required.

STATE: FLORIDA

REGION: SOUTHEAST

## GENERAL REVENUE, 1978-79

Level	Total (millions)	Per Capita \$1,560	Percentage Distribution by Source						
			Federal Aid	State Aid	Property Tax	Gen.Sales Tax	Income Tax	Other Tax	Charges & Misc.
U.S. State & Local	\$343,278.4	\$1,560	21.9%	N.A.	18.9%	13.6%	14.3%	13.1%	18.2%
Regional State & Local	65,746.5	1,318	24.7	N.A.	12.8	15.7	10.6	16.1	20.1
State & Local-- FL	11,761.7	1,328	20.2	N.A.	18.6	16.6	2.7	20.3	21.7
State	6,298.3	711	22.4	N.A.	1.2	30.9	5.0	31.0	8.8
Local	7,952.6	898	12.2	30.8	26.5	—	—	5.4	25.0
County	2,248.9	254	22.0	10.2	32.5	—	—	4.3	30.4
Municipal	1,951.5	220	18.5	12.7	20.6	—	—	17.1	29.6
Ind. School Dist.	3,254.3	367	2.7	60.2	27.5	—	—	—	9.6

## DIRECT GENERAL EXPENDITURE, 1978-79

Level	Total (millions)	Per Capita \$1,481	Percentage Distribution by Function				
			Education	Highways	Public Welfare**	Health & Hospitals	All Other
U.S. State & Local	\$326,024.0	\$1,481	36.6%	8.7%	12.4%	8.7%	33.6%
Regional State & Local	63,691.5	1,277	37.4	11.4	9.4	11.0	30.8
State & Local--FL	11,441.3	1,291	34.8	8.6	5.9	11.5	39.2
State	3,564.8	402	20.7	18.1	17.4	15.2	28.6
Local	7,876.5	889	41.2	4.3	0.7	9.8	44.1
County	2,106.0	238	—	8.9	2.4	13.9	74.8
Municipal	1,925.9	217	—	7.7	0.3	4.2	87.9

## STATE-LOCAL GENERAL EXPENDITURES--FEDERAL, STATE, AND LOCAL SHARE OF FINANCES, 1978-79

	State-Local General Expenditures From ALL Sources				State-Local General Expenditures From OWN Sources		
	Total (millions)	Percent Financed by			Total (millions)	State Financed Percent	U.S.Rank
		Federal	State	Local			
General	\$11,446.5	20.8%	40.9%	38.3%	\$9,065.4	51.7%	43
Local Education	2,968.1	9.4	56.1	34.5	2,690.1	61.9	15
Public Welfare	675.7	54.0	37.8	8.2	310.6	82.2	32
Health & Hospitals	1,317.4	12.1	28.2	59.7	1,157.9	32.1	48
Highways	982.2	27.2	52.1	20.7	715.1	71.6	20

## PROPERTY TAX RELIEF AND REFORM

Homestead Exemption or Credit: Homestead exemption is \$20,000; not applicable for school taxes unless owner has been a Florida resident for at least five years. Additional exemption funded by the state for the aged, blind, and disabled.

Circuit Breaker: No.

Classified Property Tax: No.

Local Revenue Diversification: Hotel and motel occupancy tax in seven counties. Counties which have adopted a charter prior to June 1976 may levy a 1% sales tax with voter approval. No county has enacted a sales tax.

School Aid Program: Basic support program is foundation type with the foundation level equal to cost factors multiplied by the base student allocation. Aid is determined by subtracting the required local tax effort from the foundation amount. Additional weighting is provided for handicapped students.

State-Local Revenue Sharing: State revenue sharing distributes funds from state cigarette and intangible property taxes to cities and towns based on population and state sales tax collections. Total general local support was \$274.8 million in 1979.

## STATE AND LOCAL TAXES WITH AN INITIAL IMPACT ON BUSINESS AS A PERCENT OF STATE PERSONAL INCOME SELECTED YEARS, 1957-77

	1977	1967	1962	1957
With Unemployment Compensation Taxes	3.81	3.29	4.01	3.23
As Percent of U.S. Average	83	84	97	93
Without Unemployment Compensation Taxes	3.35	3.09	3.58	3.03
As Percent of U.S. Average	85	90	102	100
Business Share of Total State-Local Taxes Without Un- employment Comp.	32.0	29.3	34.5	35.4

## NOTES

\*Average income of family with FHA insured mortgage living in SMSA with state's most populous city. Property taxes are SMSA average.

\*\* Includes Medicaid.



STATE: GEORGIA

1980 POPULATION: 5,464,265

## TRENDS--GEORGIA STATE AND LOCAL REVENUES AND EXPENDITURES AS A PERCENTAGE OF STATE PERSONAL INCOME, SELECTED YEARS 1942-80

State and Local Revenues and Expenditures	1980 Amount (millions)	As a Percentage of Personal Income						
		As Percent of		1977	1972	1967	1957	1942
		1980	U.S. Average					
--U.S. State and Local	\$382,321.6	19.8%	100%	20.8%	19.5%	15.7%	10.9%	8.5%
General Revenue-- GA	8,028.0	20.6	107	20.6	19.3	16.2	12.6	7.0
Federal Aid	1,927.1	4.9	123	5.0	4.3	3.4	1.8	0.7
Total Own Source Revenue	6,100.9	15.6	102	15.6	15.0	12.8	10.8	6.3
Property Tax	1,087.0	2.8	82	3.5	3.3	3.0	2.5	2.2
Income Tax	1,111.8	2.8	97	2.4	2.0	1.6	0.9	0.6
General Sales Tax	1,147.8	2.9	115	2.8	2.5	2.3	2.3	—
Other Taxes	860.4	2.2	85	2.5	3.1	2.8	3.0	2.6
Charges & Miscellaneous	1,894.0	4.9	128	4.4	4.1	3.1	2.1	0.9
Direct General Expenditure								
--U.S. State and Local	\$367,339.0	19.0	100%	20.0	19.7	16.1	11.6	7.5
Direct Gen. Expenditure-- GA	7,462.6	19.1	104	18.9	19.0	16.2	13.0	6.3
Education	2,602.2	6.7	100	7.0	7.2	6.7	4.7	2.0
Public Welfare**	707.1	1.8	75	1.9	2.4	1.3	1.4	0.6
Highways	820.5	2.1	124	1.7	2.1	2.5	2.2	1.2
Health & Hospitals	1,179.5	3.0	183	3.1	2.6	1.7	1.3	0.4

## GEORGIA TAX BURDENS AND DEBT

Direct Taxes as a Percentage of City Average Family Income,* 1980		State Sales Tax Rates, 1981	1979 Tax Wealth	83
Federal Personal		General Sales 3% + local	1979 Tax Effort	97
Income Tax	11.4	Food Exemption No		
Social Security Tax	6.1	Cigarettes (pack) \$.12	Per Capita State and Local Debt Outstanding 1978-79	
Local Property Tax	2.3	Gasoline (gallon) \$.075		
State-Local Personal		Effective Property Tax Rate, FHA Insured Mortgage, '80:1.24%		As Percent of U.S. Average
Income Tax	2.7		Long Term	\$ 1,095
State-Local General		Effective State Personal Income Tax Rates, by Income	Full Faith	303
Sales Tax	1.3	Level of 4 Person Family, 1980	Nonguaranteed	792
Total	23.8	\$10,000: 0.8% \$17,500: 1.5%	Short Term	26
As a Percent of U.S.		\$25,000: 2.7% \$50,000: 4.0%	Total	1,121
Median	100			81
Average Family Income*	24,733			

## GEORGIA STATE-LOCAL EMPLOYMENT AND SALARIES

	Number of Full-Time Equivalent Employees, 1979-80	Total Salaries as a Percent of State Personal Income, 1979-80	Average Salary Per Full-Time Employee, 1979-80	U.S. Average Salary Per Full-Time Employee, 1979-80
State	83,300	3.1%	\$14,316	\$16,476
Counties	29,982	0.9	11,628	14,136
Municipalities	34,724	1.1	11,856	16,428
Townships	—	—	—	16,284
Ind. School Dist.	112,780	3.5	12,180	16,308
Special Districts	46,728	1.4	11,628	16,332
Total State & Local	307,514	10.0	12,588	16,044

## STATE REVENUE AND EXPENDITURE LIMITS

No limits.

## LOCAL REVENUE AND EXPENDITURE LIMITS

Specific Rate Limit (Constitutional, 1945)  
School districts have 20 mill limit. Approval of voters needed to override limit.

Limits on counties were repealed in 1981.  
Limits on cities were repealed in 1978, except where included in city charter.





STATE: GEORGIA

REGION: SOUTHEAST

## GENERAL REVENUE, 1978-79

Level	Total (millions)	Per Capita \$1,560	Percentage Distribution by Source						
			Federal Aid	State Aid	Property Tax	Gen.Sales Tax	Income Tax	Other Tax	Charges & Misc.
U.S. State & Local	\$343,278.4	\$1,560	21.9%	N.A.	18.9%	13.6%	14.3%	13.1%	18.2%
Regional State & Local	65,746.5	1,318	24.7	N.A.	12.8	15.7	10.6	16.1	20.1
State & Local-- GA	7,303.7	1,427	25.3	N.A.	14.7	14.4	13.1	10.4	22.1
State	4,100.7	801	30.9	N.A.	0.2	21.8	23.3	14.4	8.8
Local	4,430.4	866	13.2	27.1	24.0	3.6	--	3.9	28.2
County	950.5	186	14.7	13.3	37.3	15.3	--	3.8	15.2
Municipal	827.1	162	20.1	9.2	18.3	1.9	--	16.2	28.6
Ind. School Dist.	1,732.9	339	2.4	57.4	31.9	--	--	--	8.1

## DIRECT GENERAL EXPENDITURE, 1978-79

Level	Total (millions)	Per Capita \$1,481	Percentage Distribution by Function				
			Education	Highways	Public Welfare**	Health & Hospitals	All Other
U.S. State & Local	\$326,024.0	\$1,481	36.6%	8.7%	12.4%	8.7%	33.6%
Regional State & Local	63,691.5	1,277	37.4	11.4	9.4	11.0	30.8
State & Local-- GA	6,702.2	1,310	35.5	10.6	9.1	15.5	29.2
State	2,732.6	534	26.1	18.2	21.9	10.9	23.0
Local	3,969.6	776	42.0	5.5	0.3	18.8	33.5
County	702.4	137	--	19.8	1.4	10.7	68.1
Municipal	829.6	162	0.2	9.3	0.4	1.2	89.0

## GEORGIA STATE-LOCAL GENERAL EXPENDITURES--FEDERAL, STATE, AND LOCAL SHARE OF FINANCES, 1978-79

	State-Local General Expenditures From ALL Sources				State-Local General Expenditures From OWN Sources		
	Total (millions)	Percent Financed by			Total (millions)	State Percent	U.S.Rank
		Federal	State	Local			
General	\$6,702.3	27.6%	41.5%	30.9%	\$4,853.7	57.3%	28(Tie)
Local Education	1,591.8	13.8	51.7	34.5	1,371.9	60.0	17
Public Welfare**	1,657.1	31.3	28.4	40.2	1,138.0	41.4	49
Health & Hospitals	1/	31.3	28.4	40.2	1/	41.4	41(Tie)
Highways	713.5	25.6	53.7	20.6	532.5	72.3	19

## PROPERTY TAX RELIEF AND REFORM

Homestead Exemption or Credit: Exemption of \$2,000 of valuation of all homesteads. Elderly with income below \$8,000 have exemption of \$4,000; their exemption is \$10,000 if they live in an independent or county school district.

Circuit Breaker: No.

Classified Property Tax: No.

Local Revenue Diversification: Counties and qualified municipalities, with voter approval, may impose a 1% sales tax. One hundred and three counties have the tax as do several municipalities.

School Aid Program: Basic support program distributes aids according to the number of teachers and their degree level. Local costs are allocated among school districts according to their assessed valuation. Additional weighting provided for teacher units in districts with handicapped or low achieving students.

State-Local Shared Revenues: Program allocates aids according to the number of homesteads for counties, with aids to cities inversely related to population size. Total general local support was \$16.1 million in 1979.

## STATE AND LOCAL TAXES WITH AN INITIAL IMPACT ON BUSINESS AS A PERCENT OF STATE PERSONAL INCOME SELECTED YEARS, 1957-77

	1977	1967	1962	1957
With Unemployment Compensation Taxes As Percent of U.S. Average	3.31	3.22	3.45	3.07
	72	82	83	89
Without Unemployment Compensation Taxes As Percent of U.S. Average	2.87	2.88	3.03	2.65
	72	84	87	87
Business Share of Total State-Local Taxes Without Un- employment Comp.	25.7	29.7	31.7	30.7

## NOTES

1/ Georgia's Public Welfare and Health and Hospital expenditures have been aggregated due to definitional problems.

\*Average income of family with FHA insured mortgage living in SMSA with state's most populous city. Property taxes are SMSA average.

\*\* Includes Medicaid.

STATE: HAWAII

1980 POPULATION: 965,000

## TRENDS--HAWAII STATE AND LOCAL REVENUES AND EXPENDITURES AS A PERCENTAGE OF STATE PERSONAL INCOME, SELECTED YEARS 1942-80

State and Local Revenues and Expenditures	1980 Amount (millions)	As a Percentage of Personal Income						
		As Percent of		1977	1972	1967	1957	1942
General Revenue		1980 U.S. Average	100%	20.8%	19.5%	15.7%	10.9%	8.5%
—U.S. State and Local	\$382,321.6	19.8%	100%	20.8%	19.5%	15.7%	10.9%	8.5%
General Revenue— HA	2,049.1	24.5	124	25.4	22.6	21.3	—	—
Federal Aid	476.8	5.7	133	7.4	5.2	4.9	—	—
Total Own Source Revenue	1,572.3	18.8	121	18.0	17.5	16.4	—	—
Property Tax	186.2	2.2	63	2.4	2.7	2.7	—	—
Income Tax	361.7	4.3	148	3.7	3.6	3.3	—	—
General Sales Tax	498.3	6.0	222	5.5	5.0	4.7	—	—
Other Taxes	186.7	2.2	88	2.4	2.6	2.7	—	—
Charges & Miscellaneous	339.5	4.1	105	3.9	3.5	2.9	—	—
Direct General Expenditure								
—U.S. State and Local	\$367,339.9	19.0	100%	20.0	19.7	16.1	11.6	7.5
Direct Gen. Expenditure-- HA	1,876.8	22.5	118	27.7	25.4	22.0	—	—
Education	559.7	6.7	97	7.7	8.3	8.0	—	—
Public Welfare**	231.9	2.8	116	3.1	2.5	1.1	—	—
Highways	130.3	1.6	94	2.2	2.2	2.5	—	—
Health & Hospitals	136.7	1.6	94	1.7	1.7	1.4	—	—

## HAWAII TAX BURDENS AND DEBT

Direct Taxes as a Percentage of City Average Family Income,* 1980	State Sales Tax Rates, 1981	1979 Tax Wealth	105
Federal Personal	General Sales 4%	1979 Tax Effort	128
Income Tax 13.1	Food Exemption Credit	<u>Per Capita State and Local Debt Outstanding 1978-79</u>	
Social Security Tax 5.3	Cigarettes (pack) 40%	AS Percent of U.S. Average	
Local Property Tax 1.6	Gasoline (gallon) \$.085	Long Term \$ 2,191	165
State-Local Personal Income Tax 4.3	Effective Property Tax Rate, FHA Insured Mortgage, '80:0.42%	Full Faith 1,792	271
State-Local General Sales Tax 1.3	Effective State Personal Income Tax Rates, by Income	Nonguaranteed 399	60
Total 25.6	Level of 4 Person Family, 1980	Short Term 31	58
As a Percent of U.S. Median 108	\$10,000: 0.6% \$17,500: 2.5%	Total 2,222	161
Average Family Income* 29,769	\$25,000: 4.0% \$50,000: 5.8%		

## HAWAII STATE-LOCAL EMPLOYMENT AND SALARIES

	Number of Full-Time Equivalent Employees, 1979-80	Total Salaries as a Percent of State Personal Income, 1979-80	Average Salary Per Full-Time Employee, 1979-80	U.S. Average Salary Per Full-Time Employee, 1979-80
State	36,454	7.4%	\$16,836	\$16,476
Counties	3,198	0.6	16,560	14,136
Municipalities	8,886	1.2	16,812	16,428
Townships	—	—	—	16,284
Ind. School Dist.	—	—	—	16,308
Special Districts	—	—	—	16,332
Total State & Local	48,538	9.8	16,812	16,044

## STATE REVENUE AND EXPENDITURE LIMITS

Expenditure Limit (Constitutional, 1978)  
Increases in General Fund expenditures limited to increase in state economy (usually state personal income). Surpluses of 5% or more for two consecutive years must be used for tax reduction. With the approval of the governor, a 2/3 vote of the legislature may approve expenditures in excess of limit.

## LOCAL REVENUE AND EXPENDITURE LIMITS

Full Disclosure (Statutory, 1976)  
State department of taxation certifies a tax rate that raises the same levy as raised in the previous year. Governing body must hold an advertised public meeting before changing the tax rate.

STATE: HAWAII

REGION: --

## GENERAL REVENUE, 1978-79

Level	Total (millions)	Per Capita \$1,560	Percentage Distribution by Source						
			Federal Aid 21.9%	State Aid N.A.	Property Tax 18.9%	Gen.Sales Tax 13.6%	Income Tax 14.3%	Other Tax 13.1%	Charges & Misc. 18.2%
U.S. State & Local	\$343,277.7	\$1,560	21.9%	N.A.	18.9%	13.6%	14.3%	13.1%	18.2%
Regional State & Local	--	--	--	--	--	--	--	--	--
State & Local-- HI	1,833.9	2,004	25.0	N.A.	9.5	23.5	16.6	10.0	15.4
State	1,446.8	1,581	22.9	N.A.	--	29.8	21.0	9.7	16.4
Local	418.5	457	30.1	7.0	41.6	--	--	10.2	11.0
County	98.8	108	18.2	17.7	39.8	--	--	11.8	12.6
Municipal	319.8	350	33.8	3.7	42.2	--	--	9.7	10.6
Ind. School Dist.	--	--	--	--	--	--	--	--	--

## DIRECT GENERAL EXPENDITURE, 1978-79

Level	Total (millions)	Per Capita \$1,481	Percentage Distribution by Function				
			Education 36.6%	Highways 8.7%	Public Welfare** 12.4%	Health & Hospitals 8.7%	All Other 33.6%
U.S. State & Local	\$326,024.3	\$1,481	36.6%	8.7%	12.4%	8.7%	33.6%
Regional State & Local	--	--	--	--	--	--	--
State & Local-- HI	1,724.0	1,884	29.1	7.1	12.8	7.3	43.7
State	1,373.9	1,502	36.5	6.6	15.9	8.9	32.1
Local	350.1	383	0.2	9.0	0.5	0.9	89.5
County	86.9	95	0.7	10.1	1.8	--	87.5
Municipal	263.2	288	--	8.7	--	1.3	90.0

## HAWAII STATE-LOCAL GENERAL EXPENDITURES-- FEDERAL, STATE, AND LOCAL SHARE OF FINANCES, 1978-79

	State-Local General Expenditures From ALL Sources				State-Local General Expenditures From OWN Sources		
	Total (millions)	Percent Financed by			Total (millions)	State Financed	
		Federal	State	Local		Percent	U.S.Rank
General	\$1,728.1	26.5%	62.1%	11.5%	\$1,270.2	84.5%	1
Local Education	304.0	16.6	79.7	3.8	253.6	95.5	1
Public Welfare	224.5	51.1	48.2	0.7	109.8	98.6	6
Health & Hospitals	125.4	11.5	86.7	1.8	111.0	97.9	4
Highways	122.2	29.8	57.7	12.5	70.4	55.5	39

## PROPERTY TAX RELIEF AND REFORM

Homestead Exemption or Credit: Homesteads have an exemption on the first \$12,000 of valuation. The exemption increases to \$24,000 for homeowners over 60 years old, and to \$30,000 for those over 70 years old.

Circuit Breaker: No.

Classified Property Tax: No.

Local Revenue Diversification: Motor fuel tax of 4 cents per gallon to 6.5 cents per gallon in each of the four counties. Extensive licensing powers.

School Aid Program: Elementary and secondary education is a state function; school employees are state employees. Hawaii is unique among the states in this respect.

State-Local Revenue Sharing: The state's revenue sharing program was essentially frozen at the 1971-72 allocation levels following the enactment of federal revenue sharing. The 1971-72 allocations were inversely related to per capita property tax wealth. Total general local support was \$20.7 million in 1979.

## STATE AND LOCAL TAXES WITH AN INITIAL IMPACT ON BUSINESS AS A PERCENT OF STATE PERSONAL INCOME SELECTED YEARS, 1957-77

	1977	1967	1962	1957
With Unemployment Compensation Taxes	4.44	3.59	3.11	--
As Percent of U.S. Average	97	91	75	--
Without Unemployment Compensation Taxes	3.57	3.09	2.78	--
As Percent of U.S. Average	90	90	79	--
Business Share of Total State-Local Taxes Without Unemployment Comp.	25.3	22.9	24.9	--

## NOTES

\*Average income of family with FHA insured mortgage living in SMSA with state's most populous city. Property taxes are SMSA average.

\*\* Includes Medicaid.



TRENDS--IDAHO STATE AND LOCAL REVENUES AND EXPENDITURES AS A PERCENTAGE OF STATE PERSONAL INCOME, SELECTED YEARS 1942-80

State and Local Revenues and Expenditures	1980 Amount (millions)	As a Percentage of Personal Income						
		1980	U.S. Average	1977	1972	1967	1957	1942
General Revenue --U.S. State and Local	\$382,321.6	19.8%	100%	20.8%	19.5%	15.7%	10.9%	8.5%
General Revenue-- ID	1,351.6	19.7	99	20.9	21.0	19.1	13.7	9.7
Federal Aid	336.0	4.9	114	5.8	5.0	3.6	2.2	1.4
Total Own Source Revenue	1,015.7	14.8	95	15.1	16.0	15.5	11.5	8.3
Property Tax	213.8	3.1	89	3.7	4.4	4.4	4.7	4.2
Income Tax	201.7	2.9	100	3.1	2.5	2.4	1.3	0.5
General Sales Tax	137.1	2.0	74	2.2	2.1	1.9	—	—
Other Taxes	159.4	2.3	92	2.7	3.5	3.3	3.3	2.0
Charges & Miscellaneous	303.6	4.4	89	3.4	3.6	3.5	2.2	1.5
Direct General Expenditure --U.S. State and Local	\$367,339.9	19.0	100%	20.0	19.7	16.1	11.6	7.5
Direct Gen. Expenditure-- ID	1,289.1	18.8	99	21.0	20.7	18.5	14.0	9.2
Education	483.6	7.1	103	7.9	8.2	7.3	4.9	2.7
Public Welfare**	116.4	1.7	71	1.7	1.7	1.4	1.0	1.2
Highways	170.6	2.5	147	3.3	3.5	3.8	3.6	2.3
Health & Hospitals	117.6	1.7	100	1.6	1.6	1.1	1.0	0.2

IDAHO TAX BURDENS AND DEBT

Direct Taxes as a Percentage of City Average Family Income,* 1980	State Sales Tax Rates, 1981	1979 Tax Wealth	91
Federal Personal	General Sales 3%	1979 Tax Effort	92
Income Tax 12.2	Food Exemption Credit	Per Capita State and Local Debt Outstanding 1978-79	
Social Security Tax 5.9	Cigarettes (pack) \$.091	As Percent of U.S. Average	
Local Property Tax 1.9	Gasoline (gallon) \$.115	Long Term	\$ 528 40
State-Local Personal Income Tax 3.5	Effective Property Tax Rate, FHA Insured Mortgage, '80:0.96%	Full Faith	205 31
State-Local General Sales Tax 0.8	Effective State Personal Income Tax Rates, by Income	Nonguaranteed	323 48
Total 24.3	Level of 4 Person Family, 1980	Short Term	30 56
As a Percent of U.S. Median 102	\$10,000: 0.1% \$17,500: 1.9%	Total	557 40
Average Family Income* 27,142	\$25,000: 3.4% \$50,000: 5.0%		

IDAHO STATE-LOCAL EMPLOYMENT AND SALARIES

	Number of Full-Time Equivalent Employees, 1979-80	Total Salaries as a Percent of State Personal Income, 1979-80	Average Salary Per Full-Time Employee, 1979-80	U.S. Average Salary Per Full-Time Employee, 1979-80
State	14,881	3.5%	\$16,236	\$16,476
Counties	6,105	1.0	11,472	14,136
Municipalities	4,597	1.0	14,604	16,428
Townships	—	—	—	16,284
Ind. School Dist.	17,655	3.5	13,728	16,308
Special Districts	2,153	0.4	11,712	16,332
Total State & Local	45,391	9.3	14,244	16,044

STATE REVENUE AND EXPENDITURE LIMITS

Expenditure Limitation (Statutory, 1980)  
Total General Fund expenditures limited to 5.33% of total personal income. Statute can be amended or repealed.

LOCAL REVENUE AND EXPENDITURE LIMITS

Overall Rate Limit (Statutory, 1978, amended 1981) Total property taxes cannot exceed 1% of market value. (Cap limiting assessment increases repealed, 1981.) To exceed limit, 2/3 voter approval needed. Debt service excluded. Levy Limits (Statutory, 1981) Property taxes in 1981 limited to 5% increase over largest levy in last 3 years or 1/2 the growth in assessed value over 1980. Specific Rate Limits : Numerous



STATE: IDAHO

REGION: ROCKY MOUNTAIN

GENERAL REVENUE, 1978-79

Level	Total (millions)	Per Capita \$1,560	Percentage Distribution by Source						
			Federal Aid 21.9%	State Aid N.A.	Property Tax 18.9%	Gen.Sales Tax 13.6%	Income Tax 14.3%	Other Tax 13.1%	Charges & Misc. 18.2%
U.S. State & Local	\$343,278.4	\$1,560	21.9%	N.A.	18.9%	13.6%	14.3%	13.1%	18.2%
Regional State & Local	10,189.7	1,623	22.4	N.A.	19.6	14.2	11.7	11.3	20.9
State & Local-- ID	1,255.0	1,387	24.3	N.A.	17.7	10.4	14.5	12.8	20.3
State	831.0	918	29.6	N.A.	--	15.6	22.0	18.5	14.1
Local	667.3	737	9.0	36.2	33.2	--	--	1.0	20.7
County	182.9	202	9.5	25.6	36.2	--	--	1.3	27.1
Municipal	133.1	147	24.9	13.1	30.3	--	--	3.3	25.8
Ind. School Dist.	323.6	358	2.6	51.3	30.2	--	--	--	8.5

DIRECT GENERAL EXPENDITURE, 1978-79

Level	Total (millions)	Per Capita \$1,481	Percentage Distribution by Function				
			Education 36.6%	Highways 8.7%	Public Welfare** 12.4%	Health & Hospitals 8.7%	All Other 33.6%
U.S. State & Local	\$326,024.0	\$1,481	36.6%	8.7%	12.4%	8.7%	33.6%
Regional State & Local	9,408.3	1,498	42.4	11.4	8.5	8.1	29.6
State & Local-- ID	1,160.6	1,282	37.9	13.4	8.5	9.2	31.1
State	542.0	599	24.3	18.4	17.5	8.5	31.4
Local	618.6	684	49.9	9.0	0.6	9.8	30.6
County	134.5	149	0.1	15.5	2.7	33.7	48.1
Municipal	116.7	129	--	10.6	0.1	1.0	88.3

IDAHO STATE-LOCAL GENERAL EXPENDITURES—FEDERAL, STATE, AND LOCAL SHARE OF FINANCES, 1978-79

	State-Local General Expenditures From ALL Sources				State-Local General Expenditures From OWN Sources		
	Total (millions)	Percent Financed by			Total (millions)	State Financed	
		Federal	State	Local		Percent	U.S.Rank
General	\$1,161.0	26.3%	46.5%	27.2%	\$855.4	63.1%	21
Local Education	311.0	12.5	46.9	40.5	272.0	53.7	23
Public Welfare	98.1	55.7	40.9	3.5	43.5	92.2	23
Health & Hospitals	106.3	13.6	29.5	56.9	91.8	34.2	47
Highways	155.5	29.8	57.7	12.5	109.2	82.1	9

PROPERTY TAX RELIEF AND REFORM

Homestead Exemption or Credit: No.

Circuit Breaker: Elderly, disabled, and certain other homeowners eligible for state payment up to \$400, if household income is below \$8,750. Amounts are adjusted to the rise in the cost of living.

Classified Property Tax: No.

Local Revenue Diversification: All municipalities may impose license taxes; counties have more limited license tax powers. Resort cities with population below 10,000 may impose taxes on hotel-motel occupancy and liquor by the drink.

School Aid Program: Basic support program is foundation type with aid distributed according to pupil units weighted for grade of pupils, handicapped students, and school size. The state sets local share of costs.

State-Local Shared Revenues: Twenty percent of general sales tax proceeds distributed to local governments according to business personal property tax collections. Other major programs include distribution of alcohol monopoly profits by population. Total general aids were \$33.7 million in '79.

STATE AND LOCAL TAXES WITH AN INITIAL IMPACT ON BUSINESS AS A PERCENT OF STATE PERSONAL INCOME  
SELECTED YEARS, 1957-77

	1977	1967	1962	1957
With Unemployment Compensation Taxes	3.78	4.58	4.45	3.54
As Percent of U.S. Average	83	117	107	102
Without Unemployment Compensation Taxes	3.22	4.05	3.72	3.17
As Percent of U.S. Average	81	118	106	105
Business Share of Total State-Local Taxes Without Un- employment Comp.	27.6	33.5	33.7	34.5

NOTES

\*Average income of family with FHA insured mortgage living in SMSA with state's most populous city. Property taxes are SMSA average.

\*\* Includes Medicaid.



STATE: ILLINOIS

1980 POPULATION: 11,418,461

TRENDS--ILLINOIS STATE AND LOCAL REVENUES AND EXPENDITURES AS A PERCENTAGE OF STATE PERSONAL INCOME, SELECTED YEARS 1942-80

State and Local Revenues and Expenditures	1980 Amount (millions)	As a Percentage of Personal Income						
		1980	U.S. Average	1977	1972	1967	1957	1942
General Revenue --U.S. State and Local	\$382,321.6	19.8%	100%	20.8%	19.5%	15.7%	10.9%	8.5%
General Revenue-- IL	19,347.3	17.6	89	17.4	17.7	11.7	8.8	8.1
Federal Aid	4,034.9	3.7	86	3.4	3.5	1.6	0.6	0.6
Total Own Source Revenue	15,312.4	13.9	90	13.9	14.2	10.1	8.2	7.5
Property Tax	4,191.5	3.8	109	4.3	5.1	4.2	3.7	3.9
Income Tax	2,698.6	2.5	86	2.2	1.9	—	—	—
General Sales Tax	2,912.0	2.6	96	2.7	2.5	2.1	1.4	1.0
Other Taxes	2,573.0	2.3	92	2.5	2.7	2.3	2.1	2.1
Charges & Miscellaneous	2,937.2	2.7	69	2.3	2.0	1.6	1.0	0.5
Direct General Expenditure --U.S. State and Local	\$367,339.9	19.0	100%	20.0	19.7	16.1	11.6	7.5
Direct Gen. Expenditure-- IL	18,122.1	16.5	87	17.4	16.5	11.8	9.1	6.9
Education	6,407.0	5.8	84	6.3	6.4	4.8	3.2	2.0
Public Welfare**	2,543.1	2.3	96	2.5	2.3	1.0	0.8	1.2
Highways	1,838.9	1.6	94	1.7	2.0	1.5	1.7	0.8
Health & Hospitals	1,152.2	1.0	59	1.2	1.1	0.9	0.6	0.4

ILLINOIS TAX BURDENS AND DEBT

Direct Taxes as a Percentage of City Average Family Income,* 1980		State Sales Tax Rates, 1981	1979 Tax Wealth	112	
Federal Personal		General Sales 4% + local	1979 Tax Effort	99	
Income Tax	13.5	Food Exemption 1% lower tax	Per Capita State and Local Debt Outstanding 1978-79		
Social Security Tax	5.1	Cigarettes (pack) \$.12	As Percent of U.S. Average		
Local Property Tax	2.8	Gasoline (gallon) \$.075	Long Term	\$ 1,110	84
State-Local Personal		Effective Property Tax Rate, FHA Insured Mortgage, '80:1.50%	Full Faith	574	87
Income Tax	2.1	Effective State Personal Income Tax Rates, by Income	Nonguaranteed	535	80
State-Local General		Level of 4 Person Family, 1980	Short Term	99	184
Sales Tax	1.5	\$10,000: 1.5% \$17,500: 1.9%	Total	1,209	88
Total	25.0	\$25,000: 2.1% \$50,000: 2.3%			
As a Percent of U.S.					
Median	105				
Average Family Income*	30,873				

ILLINOIS STATE-LOCAL EMPLOYMENT AND SALARIES

	Number of Full-Time Equivalent Employees, 1979-80	Total Salaries as a Percent of State Personal Income, 1979-80	Average Salary Per Full-Time Employee, 1979-80	U.S. Average Salary Per Full-Time Employee, 1979-80
State	123,816	1.9%	\$17,412	\$16,476
Counties	41,401	0.5	13,920	14,136
Municipalities	93,165	1.5	18,072	16,428
Townships	6,178	0.1	11,532	16,284
Ind. School Dist.	206,749	3.4	18,276	16,308
Special Districts	37,979	0.7	20,100	16,332
Total State & Local	509,288	8.1	17,724	16,044

STATE REVENUE AND EXPENDITURE LIMITS

No limits.

LOCAL REVENUE AND EXPENDITURE LIMITS

Rate Limits (Statutory, various years)

Illinois has a large number of property tax rate limits on all types of services and all types of local governments. Referenda needed to exceed some rate limits; others can be exceeded by a vote of the local governing body.



GENERAL REVENUE, 1978-79

Level	Total (millions)	Per Capita	Percentage Distribution by Source						
			Federal Aid	State Aid	Property Tax	Gen.Sales Tax	Income Tax	Other Charges Tax & Misc.	
U.S. State & Local	\$343,277.7	\$1,560	21.9%	N.A.	18.9%	13.6%	14.3%	13.1%	18.2%
Regional State & Local	61,677.9	1,494	20.6	N.A.	21.3	13.1	16.1	11.1	17.8
State & Local-- IL	17,085.7	1,522	20.3	N.A.	23.0	15.6	13.1	13.9	14.1
State	9,655.9	860	24.2	N.A.	0.1	22.7	23.1	19.6	9.3
Local	10,390.3	925	10.9	27.5	37.7	4.6	--	4.7	14.6
County	1,190.1	106	13.7	20.7	31.5	2.9	--	5.1	21.7
Municipal	3,036.2	270	17.9	11.9	23.6	14.6	--	14.0	17.3
Ind. School Dist.	4,860.9	433	0.9	43.7	47.3	--	--	--	7.8

DIRECT GENERAL EXPENDITURE, 1978-79

Level	Total (millions)	Per Capita	Percentage Distribution by Function				
			Education	Highways	Public Welfare**	Health & Hospitals	All Other
U.S. State & Local	\$326,024.3	\$1,481	36.6%	8.7%	12.4%	8.7%	33.6%
Regional State & Local	59,115.7	1,432	38.5	8.4	13.6	8.4	31.2
State & Local-- IL	16,162.6	1,439	36.4	8.8	14.4	6.2	34.2
State	6,321.9	563	20.9	12.4	35.4	8.2	23.0
Local	9,840.7	876	46.3	6.6	0.9	4.9	41.4
County	1,119.9	100	0.3	18.9	4.6	20.8	55.5
Municipal	2,752.7	245	0.2	12.6	0.5	4.8	81.9

ILLINOIS STATE LOCAL GENERAL EXPENDITURES--FEDERAL, STATE, AND LOCAL SHARE OF FINANCES, 1978-79

	State-Local General Expenditures From ALL Sources			State-Local General Expenditures From OWN Sources			
	Total (millions)	Percent Financed by			Total (millions)	State Financed	
		Federal	State	Local		Percent	U.S.Rank
General	\$16,162.8	21.4%	42.7%	35.9%	\$12,698.0	54.4%	35
Local Education	4,887.6	11.2	41.2	47.6	4,341.6	46.4	30
Public Welfare	2,293.9	50.2	49.8	--	1,139.7	100.0	1 (Tie)
Health & Hospitals	1,003.0	6.3	52.8	40.9	939.7	56.4	24
Highways	1,428.5	18.4	52.3	29.3	1,165.1	64.1	29

PROPERTY TAX RELIEF AND REFORM

**Homestead Exemption or Credit:** A \$3,000 exemption for all homesteads. An additional \$1,500 exemption for those 65 years or older.

**Circuit Breaker:** Elderly homeowners and renters with incomes below \$12,000 eligible for payment for property taxes exceeding a set percentage of income. Maximum payment of \$700 less 5% of income.

**Classified Property Tax:** Allowed in counties over 200,000 in population. Cook County has enacted classification system with 5 classes of property.

**Local Revenue Diversification:** Sales tax in 102 counties, roughly 1250 municipalities. Rate is .5% to 1% for counties in unincorporated areas and for municipalities. Cigarette tax in Chicago, Peoria, and Cook County.

**School Aid Program:** Basic support program allows districts to choose the most advantageous of four formulas; three foundation type formulas and a guaranteed tax base formula. The latter formula, chosen by most school districts, provides aid in proportion to local effort up to a certain maximum. Additional weighting for compensatory education. Additional aid for bilingual education and handicapped students.

**State-Local Shared Revenues:** One-twelfth share of personal and corporate income taxes distributed to municipalities with counties receiving the share for unincorporated areas. '79 aid was \$182 million.

STATE AND LOCAL TAXES WITH AN INITIAL IMPACT ON BUSINESS AS A PERCENT OF STATE PERSONAL INCOME SELECTED YEARS, 1957-77

	1977	1967	1962	1957
With Unemployment Compensation Taxes	4.26	2.70	3.50	2.81
As Percent of U.S. Average	93	69	85	81
Without Unemployment Compensation Taxes	3.75	2.53	2.87	2.44
As Percent of U.S. Average	95	74	82	81

Business Share of Total State-Local Taxes Without Unemployment Comp.	1977	1967	1962	1957
	32.0	29.6	32.0	33.9

NOTES

\*Average income of family with FHA insured mortgage living in SMSA with state's most populous city. Property taxes are SMSA average.  
\*\* Includes Medicaid.



STATE: INDIANA

1980 POPULATION: 5,490,179

## TRENDS--INDIANA STATE AND LOCAL REVENUES AND EXPENDITURES AS A PERCENTAGE OF STATE PERSONAL INCOME, SELECTED YEARS 1942-80

State and Local Revenues and Expenditures	1980 Amount (millions)	As a Percentage of Personal Income						
		1980	U.S. Average	1977	1972	1967	1957	1942
General Revenue --U.S. State and Local	\$382,321.6	19.8%	100%	20.8%	19.5%	15.7%	10.9%	8.5%
General Revenue--IN	6,875.5	14.9	80	16.6	17.1	13.9	9.0	7.6
Federal Aid	1,213.7	2.6	69	3.0	2.3	1.7	0.6	0.7
Total Own Source Revenue	5,661.8	12.2	83	13.6	14.8	12.2	8.4	6.9
Property Tax	1,348.9	2.9	85	3.9	5.9	4.7	3.8	3.5
Income Tax	789.6	1.7	66	1.8	1.4	1.1	—	—
General Sales Tax	1,331.6	2.9	119	3.2	2.1	2.0	1.3	1.0
Other Taxes	612.9	1.3	58	1.6	2.2	1.9	1.9	1.8
Charges & Miscellaneous	1,578.7	3.4	90	3.1	3.2	2.5	1.4	0.6
Direct General Expenditure --U.S. State and Local	\$367,339.9	19.0	100%	20.0	19.7	16.1	11.6	7.5
Direct Gen. Expenditure--IN	6,826.7	14.8	77	15.3	16.9	13.5	10.0	6.9
Education	2,920.0	6.3	92	6.9	8.3	6.9	4.4	2.2
Public Welfare**	662.6	1.4	59	1.4	1.3	0.6	0.6	1.1
Highways	692.7	1.5	89	1.5	2.0	2.0	1.8	1.3
Health & Hospitals	732.9	1.6	89	1.5	1.5	1.1	0.8	0.4

## INDIANA TAX BURDENS AND DEBT

Direct Taxes as a Percentage of City Average Family Income,* 1980	State Sales Tax Rates, 1981	1979 Tax Wealth	97
Federal Personal	General Sales 4%	1979 Tax Effort	84
Income Tax 11.6	Food Exemption Yes	<u>Per Capita State and Local Debt Outstanding 1978-79</u>	
Social Security Tax 6.1	Cigarettes (pack) \$.105	As Percent of U.S. Average	
Local Property Tax 1.9	Gasoline (gallon) \$.105	Long Term \$ 632	48
State-Local Personal Income Tax 1.7	Effective Property Tax Rate, FHA Insured Mortgage,'80:1.19%	Full Faith 170	26
State-Local General Sales Tax 1.0	Effective State Personal Income Tax Rates, by Income	Nonguaranteed 462	69
Total 22.3	Level of 4 Person Family, 1980	Short Term 21	39
As a Percent of U.S. Median 94	\$10,000: 1.1% \$17,500: 1.6%	Total 653	47
Average Family Income* 25,170	\$25,000: 1.7% \$50,000: 1.6%		

## INDIANA STATE-LOCAL EMPLOYMENT AND SALARIES

	Number of Full-Time Equivalent Employees, 1979-80	Total Salaries as a Percent of State Personal Income, 1979-80	Average Salary Per Full-Time Employee, 1979-80	U.S. Average Salary Per Full-Time Employee, 1979-80
State	66,564	2.4%	\$16,788	\$16,476
Counties	36,291	0.8	10,644	14,136
Municipalities	39,930	1.1	12,732	16,428
Townships	1,360	0.2	10,104	16,284
Ind. School Dist.	97,488	3.1	14,820	16,308
Special Districts	5,940	0.2	14,016	16,332
Total State & Local	247,573	7.7	14,316	16,044

## STATE REVENUE AND EXPENDITURE LIMITS

No limits.

## LOCAL REVENUE AND EXPENDITURE LIMITS

Levy Limits (Statutory, 1973, amended, 1979) Growth in county, city, and township property levies limited to the average growth in assessed values over the previous three years. School levies frozen, with appeal to state board for referendum for increased levies. All debt service levies must be approved by state board. Overall rate limit has been effectively superseded.



## GENERAL REVENUE, 1978-79

Level	Total (millions)	Per Capita \$	Percentage Distribution by Source						
			Federal Aid	State Aid	Property Tax	Gen.Sales Tax	Income Tax	Other Tax	Charges & Misc.
U.S. State & Local	\$343,278.4	\$1,560	21.9%	N.A.	18.9%	13.6%	14.3%	13.1%	18.2%
Regional State & Local	61,677.9	1,494	20.6	N.A.	21.3	13.1	16.1	11.1	17.8
State & Local-- IN	6,653.1	1,232	18.9	N.A.	20.0	19.7	11.6	9.5	20.3
State	4,230.3	783	21.7	N.A.	0.5	31.0	17.0	14.6	14.9
Local	4,055.4	751	8.4	39.9	32.4	—	1.2	0.3	17.7
County	880.0	163	5.9	30.2	22.0	—	5.7	0.6	35.2
Municipal	1,177.1	218	22.0	25.9	28.7	—	—	0.6	20.8
Ind. School Dist.	1,908.3	353	0.3	54.3	37.9	—	—	0.1	6.5

## DIRECT GENERAL EXPENDITURE, 1978-79

Level	Total (millions)	Per Capita \$	Percentage Distribution by Function				
			Education	Highways	Public Welfare**	Health & Hospitals	All Other
U.S. State & Local	\$326,024.0	\$1,481	36.6%	8.7%	12.4%	8.7%	33.6%
Regional State & Local	59,115.7	1,432	38.5	8.4	13.6	8.4	31.2
State & Local-- IN	6,057.3	1,122	43.8	10.0	9.4	10.5	26.4
State	2,289.3	424	38.3	16.0	15.1	12.4	18.2
Local	3,768.0	698	47.1	6.3	5.9	9.3	31.3
County	796.7	148	0.1	14.8	20.1	34.6	30.5
Municipal	1,008.9	187	—	12.0	4.1	7.5	76.5

## INDIANA STATE-LOCAL GENERAL EXPENDITURES—FEDERAL, STATE, AND LOCAL SHARE OF FINANCES, 1978-79

	State-Local General Expenditures From ALL Sources			State-Local General Expenditures From OWN Sources			
	Total (millions)	Percent Financed by			Total (millions)	State Financed Percent	U.S.Rank
		Federal	State	Local			
General	\$6,059.9	20.8%	48.0%	31.2%	\$4,802.3	60.6%	23
Local Education	1,969.0	5.8	54.3	39.9	1,854.8	57.7	19
Public Welfare	575.0	56.1	27.1	16.9	252.6	61.6	43
Health & Hospitals	635.9	4.1	41.6	54.3	610.0	43.4	39
Highways	604.2	23.8	63.9	12.3	460.7	83.9	7

## PROPERTY TAX RELIEF AND REFORM

Homestead Exemption or Credit: State pays 8% of home owners' property taxes in 1981, 6% in 1982 with last payments in 1984. Certain low income elderly receive total exemption.

Circuit Breaker: Low income elderly and disabled receive income tax credit for property taxes or rent with a maximum credit of \$500.

Classified Property Tax: No.

Local Revenue Diversification: Counties may adopt a gross income tax with a maximum rate of 1% for residents and 1/4 of 1% for non residents. Thirty eight counties have done so. Counties and cities may also adopt a payroll tax with a maximum rate of 1.5%. Five counties and one city have done so.

School Aid Program: Basic support program is foundation type with state aid to districts based on formula with teacher training ratios, average daily membership, and special programs. Districts are guaranteed at least previous year's aid adjusted for ADM. Local share is 30 mills levied on 1974 valuation. Additional aid for handicapped.

State-Local Shared Revenues: In addition to state payments for homestead exemption, cities receive a portion of state cigarette and alcohol taxes plus revenue sharing payments, all distributed according to population. Counties receive revenue sharing and proceeds of intangibles tax and excise tax.

STATE AND LOCAL TAXES WITH AN INITIAL IMPACT ON BUSINESS AS A PERCENT OF STATE PERSONAL INCOME  
SELECTED YEARS, 1957-77

	1977	1967	1962	1957
With Unemployment Compensation Taxes As Percent of U.S. Average	3.55	3.20	3.88	2.95
	78	81	94	85
Without Unemployment Compensation Taxes As Percent of U.S. Average	3.13	2.85	3.49	2.57
	79	83	100	85

Business Share of Total State-Local Taxes Without Un- employment Comp.	1977	1967	1962	1957
	29.6	29.5	38.2	37.2

## NOTES

\*Average income of family with FHA insured mortgage living in SMSA with state's most populous city. Property taxes are SMSA average.  
\*\* Includes Medicaid.

## TRENDS--IOWA STATE AND LOCAL REVENUES AND EXPENDITURES AS A PERCENTAGE OF STATE PERSONAL INCOME, SELECTED YEARS 1942-80

State and Local Revenues and Expenditures	1980 Amount (millions)	As a Percentage of Personal Income						
		1980 U.S. Average	1977	1972	1967	1957	1942	
General Revenue	\$382,321.6	19.8%	100%	20.8%	19.5%	15.7%	10.9%	8.5%
—U.S. State and Local								
General Revenue-- IA	4,746.7	18.6	94	19.9	19.1	16.3	12.4	9.5
Federal Aid	915.5	3.6	84	4.0	2.7	2.5	1.2	0.7
Total Own Source Revenue	3,831.1	15.1	97	15.9	16.3	13.9	11.2	8.7
Property Tax	1,048.3	4.1	117	4.7	6.0	5.6	4.7	4.2
Income Tax	740.9	2.9	100	3.0	2.2	1.4	0.6	0.4
General Sales Tax	502.1	2.0	54	1.9	2.0	1.4	1.7	1.1
Other Taxes	526.3	2.1	84	2.4	2.8	2.7	2.6	2.0
Charges & Miscellaneous	1,013.6	4.0	103	3.8	3.4	2.8	1.6	1.1
Direct General Expenditure								
—U.S. State and Local	\$367,339.9	19.0	100%	20.0	19.7	16.1	11.6	7.5
Direct Gen. Expenditure-- IA	4,910.6	19.3	102	19.8	19.5	16.4	12.7	8.5
Education	2,032.6	8.0	116	8.4	9.2	7.3	5.0	2.7
Public Welfare**	550.3	2.2	92	2.1	1.6	1.1	1.2	1.2
Highways	697.8	2.7	159	2.9	3.6	3.7	3.6	1.9
Health & Hospitals	506.1	2.0	118	1.6	1.2	1.0	0.7	0.5

## IOWA TAX BURDENS AND DEBT

Direct Taxes as a Percentage of City Average Family Income,* 1980	State Sales Tax Rates, 1981	1979 Tax Wealth	106
Federal Personal	General Sales 3%	1979 Tax Effort	93
Income Tax 12.1	Food Exemption Yes	<u>Per Capita State and Local Debt Outstanding 1978-79</u>	
Social Security Tax 6.0	Cigarettes (pack) \$.18	As Percent of U.S.	
Local Property Tax 2.6	Gasoline (gallon) \$.10	Average	
State-Local Personal	Effective Property Tax Rate, FHA Insured Mortgage, '80:1.48%	Long Term \$ 644	48
Income Tax 3.6	Effective State Personal Income Tax Rates, by Income	Full Faith 279	42
State-Local General	Level of 4 Person Family, 1980	Nonguaranteed 365	55
Sales Tax 0.7	\$10,000: 2.4% \$17,500: 2.5%	Short Term 8	15
Total 25.0	\$25,000: 3.5% \$50,000: 4.5%	Total 652	47
As a Percent of U.S.			
Median 105			
Average Family Income* 26,666			

## IOWA STATE-LOCAL EMPLOYMENT AND SALARIES

	Number of Full-Time Equivalent Employees, 1979-80	Total Salaries as a Percent of State Personal Income, 1979-80	Average Salary Per Full-Time Employee, 1979-80	U.S. Average Salary Per Full-Time Employee, 1979-80
State	45,110	2.9%	\$16,332	\$16,476
Counties	19,264	0.9	12,444	14,136
Municipalities	18,491	1.1	14,436	16,428
Townships	—	—	—	16,284
Ind. School Dist.	64,656	3.9	15,480	16,308
Special Districts	329	z	14,472	16,332
Total State & Local	147,850	8.9	15,180	16,044

## STATE REVENUE AND EXPENDITURE LIMITS

No limits.

## LOCAL REVENUE AND EXPENDITURE LIMITS

Limit on Assessment Increases (Statutory, 1977)  
 Limit on increases in assessed value reduced from 6% in 1978-79 to 4% in 1980. Specific Rate Limit (Statutory, amended subsequently) Counties: \$.81 to \$1.215 per \$1,000 of assessed value for general purposes, cities: \$8.10 per \$1,000, school districts: \$5.40 per \$1,000. Expenditure Limit (Statutory, 1971, amended) School expenditures tied to growth in state revenues & deflator.

STATE: IOWA

REGION: PLAINS

## GENERAL REVENUE, 1978-79

Level	Total (millions)	Per Capita \$1,560	Percentage Distribution by Source						
			Federal Aid	State Aid	Property Tax	Gen.Sales Tax	Income Tax	Other Tax	Charges & Misc.
U.S. State & Local	\$343,278.4	\$1,560	21.9%	N.A.	18.9%	13.6%	14.3%	13.1%	18.2%
Regional State & Local	25,354.0	1,481	20.5	N.A.	20.2	11.7	15.2	12.5	100.2
State & Local-- IA	4,244.4	1,463	18.8	N.A.	23.2	9.6	16.2	12.2	20.1
State	2,575.6	888	23.8	N.A.	--	15.8	26.8	18.4	98.7
Local	2,679.7	923	6.9	36.4	36.7	--	--	1.5	18.4
County	624.0	215	5.9	27.0	39.4	--	--	1.3	25.5
Municipal	716.2	247	16.9	19.2	28.7	--	--	1.7	99.0
Ind. School Dist.	1,345.1	464	1.5	49.3	39.5	--	--	1.5	97.8

## DIRECT GENERAL EXPENDITURE, 1978-79

Level	Total (millions)	Per Capita \$1,481	Percentage Distribution by Function				
			Education	Highways	Public Welfare**	Health & Hospitals	All Other
U.S. State & Local	\$326,024.0	\$1,481	36.6%	8.7%	12.4%	8.7%	33.6%
Regional State & Local	24,046.6	1,405	38.5	13.3	10.9	8.7	28.6
State & Local-- IA	4,290.2	1,478	41.9	15.3	10.2	8.9	23.6
State	1,692.3	583	28.9	19.2	22.6	11.4	18.0
Local	2,597.9	895	50.3	12.8	2.2	7.4	27.2
County	585.4	202	--	34.0	9.3	23.9	32.8
Municipal	675.1	233	0.1	19.8	0.4	7.5	72.1

## IOWA STATE-LOCAL GENERAL EXPENDITURES--FEDERAL, STATE, AND LOCAL SHARE OF FINANCES, 1978-79

	State-Local General Expenditures From ALL Sources				State-Local General Expenditures From OWN Sources		
	Total (millions)	Percent Financed by			Total (millions)	State Financed Percent	U.S. Rank
		Federal	State	Local			
General	\$4,298.8	18.6%	48.6%	32.8%	\$3,499.6	59.7%	26
Local Education	1,227.7	5.9	40.1	54.0	1,155.4	42.7	35
Public Welfare	455.2	42.2	47.1	10.7	263.0	81.5	33
Health & Hospitals	383.7	5.1	40.0	54.9	364.3	42.2	40
Highways	657.7	17.0	55.1	27.9	546.2	66.4	27

## PROPERTY TAX RELIEF AND REFORM

**Homestead Exemption or Credit:** Homeowners receive a credit for the actual levy on the first \$4,850 of valuation. The minimum credit is \$62.50.

**Circuit Breaker:** Elderly homeowners and renters with incomes below \$10,000 receive a credit based on up to \$1,000 of property taxes.

**Classified Property Tax:** Assessment ratios for different classes adjusted annually.

**Local Revenue Diversification:** Local hotel-motel tax may be enacted with voter approval. Twenty-six school districts have adopted income tax surcharge with rates between 3.25% and 10% of state income tax liability.

**School Aid Formula:** Basic support program is foundation type with state aid equal to foundation level times the number of pupils minus a local contribution of \$5.40 per \$1,000 valuation. Pupil units weighted extra for handicapped students.

**State-Local Shared Revenues:** In addition to payment for homestead, personal, and agricultural property exemptions, cities and towns receive municipal assistance payments on the basis of population. Total general local support came to \$112 million in 1979.

STATE AND LOCAL TAXES WITH AN INITIAL IMPACT ON BUSINESS AS A PERCENT OF STATE PERSONAL INCOME  
SELECTED YEARS, 1957-77

	1977	1967	1962	1957
With Unemployment Compensation Taxes As Percent of U.S. Average	3.14	2.46	2.81	2.41
Without Unemployment Compensation Taxes As Percent of U.S. Average	69	63	68	70
With Unemployment Compensation Taxes As Percent of U.S. Average	2.58	2.34	2.66	2.23
Without Unemployment Compensation Taxes As Percent of U.S. Average	65	68	76	74
Business Share of Total State-Local Taxes Without Un- employment Comp.	21.5	21.0	24.5	23.4

## NOTES

\*Average income of family with FHA insured mortgage living in SMSA with state's most populous city. Property taxes are SMSA average.

\*\* Includes Medicaid.



## TRENDS--KANSAS STATE AND LOCAL REVENUES AND EXPENDITURES AS A PERCENTAGE OF STATE PERSONAL INCOME, SELECTED YEARS 1942-80

State and Local Revenues and Expenditures	1980 Amount (millions)	As a Percentage of Personal Income						
		1980	U.S. Average	1977	1972	1967	1957	1942
General Revenue	\$382,321.6	19.8%	100%	20.8%	19.5%	15.7%	10.9%	8.5%
—U.S. State and Local								
General Revenue— KS	3,735.9	17.1	86	18.6	17.3	16.3	12.9	8.6
Federal Aid	735.4	3.4	79	3.7	3.0	2.4	1.5	0.9
Total Own Source Revenue	3,000.5	13.7	88	14.9	14.3	13.9	11.4	7.7
Property Tax	863.8	3.9	111	4.6	5.4	5.5	5.6	4.3
Income Tax	485.6	2.2	76	2.2	1.4	1.5	0.5	0.3
General Sales Tax	443.7	2.0	74	2.3	1.9	1.8	1.3	0.9
Other Taxes	395.4	1.8	72	2.2	2.4	2.2	2.2	1.6
Charges & Miscellaneous	812.1	3.7	95	3.6	3.2	2.9	1.8	0.7
Direct General Expenditure								
—U.S. State and Local	\$367,339.9	19.0	100%	20.0	19.7	16.1	11.6	7.5
Direct Gen. Expenditure— KS	3,748.2	17.1	90	18.5	16.5	15.7	14.8	7.5
Education	1,376.8	6.3	91	7.4	7.4	7.1	5.0	2.4
Public Welfare**	373.6	1.7	71	2.0	1.2	1.1	1.2	1.2
Highways	570.0	2.6	153	2.3	2.7	2.9	4.4	1.8
Health & Hospitals	303.1	1.4	82	1.8	1.3	1.1	1.0	0.3

## KANSAS TAX BURDENS AND DEBT

Direct Taxes as a Percentage of City Average Family Income,* 1980	State Sales Tax Rates, 1981	1979 Tax Wealth	107
Federal Personal	General Sales 3% + local	1979 Tax Effort	86
Income Tax 12.2	Food Exemption Credit	Per Capita State and Local Debt Outstanding 1978-79	
Social Security Tax 5.9	Cigarettes (pack) \$.11	As Percent of U.S. Average	
Local Property Tax 1.3	Gasoline (gallon) \$.08	Long Term	\$ 1,066 80
State-Local Personal	Effective Property Tax Rate, FHA Insured Mortgage, '80:0.94%	Full Faith	382 58
Income Tax 1.9	Effective State Personal Income Tax Rates, by Income	Nonguaranteed	684 102
State-Local General	Level of 4 Person Family, 1980	Short Term	40 75
Sales Tax 0.9	\$10,000: 0.7% \$17,500: 1.1%	Total	1,106 80
Total 22.2	\$25,000: 1.8% \$50,000: 3.0%		
As a Percent of U.S.			
Median 93			
Average Family Income* 27,000			

## KANSAS STATE-LOCAL EMPLOYMENT AND SALARIES

	Number of Full-Time Equivalent Employees, 1979-80	Total Salaries as a Percent of State Personal Income, 1979-80	Average Salary Per Full-Time Employee, 1979-80	U.S. Average Salary Per Full-Time Employee, 1979-80
State	37,815	2.7%	\$15,708	\$16,476
Counties	14,452	0.7	10,608	14,136
Municipalities	18,481	1.1	13,380	16,428
Townships	480	z	8,568	16,284
Ind. School Dist.	52,238	3.3	13,788	16,308
Special Districts	3,261	0.2	12,564	16,332
Total State & Local	126,727	8.1	13,872	16,044

## STATE REVENUE AND EXPENDITURE LIMITS

No limits.

LOCAL REVENUE AND EXPENDITURE LIMITS  
 Levy and Expenditure Limits (Statutory, 1971, 1973, subsequently amended) County and city property tax levies limited to the growth in new construction. Counties and home rule charter cities may modify limit. Expenditure limit on schools: for 1981 school year, limit is 6 to 16%. Court dispute over 1982 limit.  
 Specific Rate Limits (Statutory, 1933, amended) Rate limits on cities and townships.



## GENERAL REVENUE, 1978-79

Level	Total (millions)	Per Capita	Percentage Distribution by Source						
			Federal Aid	State Aid	Property Tax	Gen.Sales Tax	Income Tax	Other Tax	Charges & Misc.
U.S. State & Local	\$343,278.4	\$1,560	21.9%	N.A.	18.9%	13.6%	14.3%	13.1%	18.2%
Regional State & Local	25,354.0	1,481	20.5	N.A.	20.2	11.7	15.2	12.5	20.1
State & Local-- KS	3,440.9	1,452	18.6	N.A.	24.6	12.2	12.8	10.9	20.9
State	1,961.0	828	24.3	N.A.	0.9	20.4	22.4	16.9	14.3
Local	1,975.3	834	8.3	24.2	42.0	1.1	--	2.2	22.3
County	390.1	165	7.1	10.6	50.5	3.2	--	3.3	24.7
Municipal	577.4	244	19.7	7.2	26.9	1.5	--	5.2	36.4
Ind. School Dist.	964.0	407	1.3	40.6	47.4	--	--	--	10.5

## DIRECT GENERAL EXPENDITURE, 1978-79

Level	Total (millions)	Per Capita	Percentage Distribution by Function				
			Education	Highways	Public Welfare**	Health & Hospitals	All Other
U.S. State & Local	\$326,024.0	\$1,481	36.6%	8.7%	12.4%	8.7%	33.6%
Regional State & Local	24,046.6	1,405	38.5	13.3	10.9	8.7	28.6
State & Local-- KS	3,314.6	1,399	40.2	13.7	9.6	9.3	27.2
State	1,374.0	580	28.7	17.9	22.6	12.3	18.0
Local	1,940.6	819	48.4	10.7	0.4	6.8	33.6
County	349.0	147	--	28.3	1.4	21.2	49.1
Municipal	562.6	237	--	16.3	0.6	6.8	76.3

## KANSAS STATE-LOCAL GENERAL EXPENDITURES--FEDERAL, STATE, AND LOCAL SHARE OF FINANCES, 1978-79

	State-Local General Expenditures From ALL Sources				State-Local General Expenditures From OWN Sources		
	Total (millions)	Percent Financed by			Total (millions)	State Financed Percent	U.S.Rank
		Federal	State	Local			
General	\$3,315.0	19.3%	38.2%	42.4%	\$2,674.4	52.6%	40
Local Education	869.0	5.8	43.6	50.6	819.0	46.3	31
Public Welfare	319.0	51.0	46.5	2.5	156.4	94.8	18
Health & Hospitals	307.6	6.9	53.5	39.6	286.5	57.4	21
Highways	452.9	21.6	39.7	38.7	354.9	50.6	44

## PROPERTY TAX RELIEF AND REFORM

Homestead Exemption or Credit: No.

Circuit Breaker: Property tax refund for elderly, or for households with children under 18 years old, if income is under \$7,000. The maximum refund is based on \$400 of taxes or share of rent.

Classified Property Tax: No.

Local Revenue Diversification: With voter approval cities may levy a sales tax of .5% to 1%. Counties may levy the tax without voter approval. Five counties and 35 cities have enacted the sales tax.

School Aid Program: Basic support program provides a guaranteed yield equal to the difference between approved costs and school district wealth, with the latter measured by property value and income. Additional aid is provided to districts with handicapped students.

State-Local Revenue Sharing: Major programs distribute aid according to population and assessed valuation. Total general local support was \$23.9 million in 1979.

## STATE AND LOCAL TAXES WITH AN INITIAL IMPACT ON BUSINESS AS A PERCENT OF STATE PERSONAL INCOME SELECTED YEARS, 1957-77

	1977	1967	1962	1957
With Unemployment Compensation Taxes As Percent of U.S. Average	4.11	3.47	3.77	3.44
Without Unemployment Compensation Taxes As Percent of U.S. Average	90	88	91	99
With Unemployment Compensation Taxes As Percent of U.S. Average	3.70	3.21	3.52	3.13
Without Unemployment Compensation Taxes As Percent of U.S. Average	93	94	101	103

	1977	1967	1962	1957
Business Share of Total State-Local Taxes Without Unemployment Comp.	33.0	29.2	31.9	32.6

## NOTES

\*Average income of family with FHA insured mortgage living in SMSA with state's most populous city. Property taxes are SMSA average.

\*\* Includes Medicaid.



TRENDS--KENTUCKY STATE AND LOCAL REVENUES AND EXPENDITURES AS A PERCENTAGE OF STATE PERSONAL INCOME  
SELECTED YEARS 1942-80

State and Local Revenues and Expenditures	1980 Amount (millions)	As a Percentage of Personal Income						
		1980	U.S. Average	1977	1972	1967	1957	1942
General Revenue	\$382,321.6	19.8%	100%	20.8%	19.5%	15.7%	10.9%	8.5%
--U.S. State and Local								
General Revenue-- KY	5,032.2	19.3	97	19.9	18.7	17.1	10.9	8.0
Federal Aid	1,349.8	5.2	121	5.2	4.5	4.6	1.6	0.9
Total Own Source Revenue	3,682.4	14.1	91	14.6	14.1	12.5	9.3	7.2
Property Tax	495.9	1.9	54	2.1	2.3	2.6	2.8	3.0
Income Tax	845.1	3.2	110	3.3	2.5	2.2	1.8	0.5
General Sales Tax	607.6	2.3	85	2.5	2.9	1.9	—	—
Other Taxes	760.6	2.9	116	3.4	3.0	2.8	3.2	2.9
Charges & Miscellaneous	973.1	3.7	95	3.3	3.4	3.1	1.6	0.8
Direct General Expenditure								
--U.S. State and Local	\$367,339.9	19.0	100%	20.0	19.7	16.1	11.6	7.5
Direct Gen. Expenditure-- KY	5,406.3	20.7	109	19.2	18.9	17.9	11.1	7.0
Education	1,853.5	7.1	103	7.4	7.2	7.1	4.0	2.1
Public Welfare**	648.3	2.5	104	2.6	2.1	1.8	1.2	0.7
Highways	981.7	3.8	223	2.5	3.9	3.8	2.5	1.8
Health & Hospitals	334.1	1.3	76	1.1	1.1	1.0	0.7	0.4

## KENTUCKY TAX BURDENS AND DEBT

Direct Taxes as a Percentage of City Average Family Income,* 1980		State Sales Tax Rates, 1981	1979 Tax Wealth	86
Federal Personal		General Sales 5%	1979 Tax Effort	86
Income Tax 10.1		Food Exemption Yes	<u>Per Capita State and Local Debt Outstanding 1978-79</u>	
Social Security Tax 6.1		Cigarettes (pack) \$.03	As Percent of U.S. Average	
Local Property Tax 2.1		Gasoline (gallon) \$.104	Long Term	\$ 1,928 145
State-Local Personal Income Tax 4.9		Effective Property Tax Rate, FHA Insured Mortgage, '80:1.19%	Full Faith	340 51
State-Local General Sales Tax 1.1		Effective State Personal Income Tax Rates, by Income	Nonguaranteed	1,588 238
Total 24.3		Level of 4 Person Family, 1980	Short Term	8 15
As a Percent of U.S. Median 102		\$10,000: 2.6% \$17,500: 2.3%	Total	1,936 140
Average Family Income* 21,589		\$25,000: 3.0% \$50,000: 3.3%		

## KENTUCKY STATE-LOCAL EMPLOYMENT AND SALARIES

	Number of Full-Time Equivalent Employees, 1979-80	Total Salaries as a Percent of State Personal Income, 1979-80	Average Salary Per Full-Time Employee, 1979-80	U.S. Average Salary Per Full-Time Employee, 1979-80
State	57,719	3.3%	\$14,148	\$16,476
Counties	13,851	0.6	10,392	14,136
Municipalities	19,162	1.0	13,032	16,428
Townships	—	—	—	16,284
Ind. School Dist.	62,067	3.3	14,040	16,308
Special Districts	2,014	0.1	13,632	16,332
Total State & Local	154,813	8.2	13,632	16,044

## STATE REVENUE AND EXPENDITURE LIMITS

No limits.

## LOCAL REVENUE AND EXPENDITURE LIMITS

Full Disclosure (Statutory, 1979) All local taxing districts have property tax levies limited to the growth in assessed value. This limit can be exceeded by the governing body only after holding an advertised public meeting. Specific Rate Limits (Constitutional, 1891) Municipalities: 7.5 to 15 mills depending on population. Counties: 5 mills. Taxes for schools & debt service excluded. Override requires 2/3 vote.

STATE: KENTUCKY

REGION: SOUTHEAST

GENERAL REVENUE, 1978-79

Level	Total (millions)	Per Capita \$1,560	Percentage Distribution by Source						
			Federal Aid 21.9%	State Aid N.A.	Property Tax 18.9%	Gen.Sales Tax 13.6%	Income Tax 14.3%	Other Tax 13.1%	Charges & Misc. 18.2%
U.S. State & Local	\$343,278.4	\$1,560	21.9%	N.A.	18.9%	13.6%	14.3%	13.1%	18.2%
Regional State & Local	65,746.5	1,318	24.7	N.A.	12.8	15.7	10.6	16.1	20.1
State & Local-- KY	4,629.1	1,312	26.6	N.A.	9.9	12.9	16.9	16.4	17.2
State	3,466.0	983	27.8	N.A.	4.7	17.3	17.9	20.1	12.1
Local	2,088.2	592	12.8	44.0	14.3	—	7.8	3.1	18.0
County	411.8	117	14.1	30.7	21.0	—	7.6	3.7	22.0
Municipal	579.5	164	28.2	5.4	12.2	—	17.4	5.1	30.4
Ind. School Dist.	1,047.6	297	1.5	71.8	12.9	—	2.9	1.9	9.0

DIRECT GENERAL EXPENDITURE, 1978-79

Level	Total (millions)	Per Capita \$1,481	Percentage Distribution by Function				
			Education 36.6%	Highways 8.7%	Public Welfare** 12.4%	Health & Hospitals 8.7%	All Other 33.6%
U.S. State & Local	\$326,024.0	\$1,481	36.6%	8.7%	12.4%	8.7%	33.6%
Regional State & Local	63,691.5	1,277	37.4	11.4	9.8	11.0	30.8
State & Local-- KY	4,724.8	1,340	36.3	17.3	11.2	5.5	29.7
State	2,713.0	769	24.3	26.7	19.1	5.8	24.0
Local	2,011.8	570	52.5	4.5	0.5	5.0	37.4
County	344.7	98	0.1	16.1	2.6	18.9	62.4
Municipal	536.4	152	—	6.6	0.3	5.5	87.6

KENTUCKY STATE-LOCAL GENERAL EXPENDITURES--FEDERAL, STATE, AND LOCAL SHARE OF FINANCES, 1978-79

	State-Local General Expenditures From ALL Sources				State-Local General Expenditures From OWN Sources		
	Total (millions)	Percent Financed by			Total (millions)	State Financed Percent	U.S.Rank
		Federal	State	Local			
General	\$4,724.7	26.1%	55.9%	18.0%	\$3,493.8	75.6%	5
Local Education	1,108.4	12.2	70.0	17.8	973.2	79.7	2
Public Welfare	527.5	52.6	45.8	1.6	249.8	96.6	15(Tie)
Health & Hospitals	258.2	14.4	58.5	27.1	221.1	68.3	15
Highways	815.9	24.9	65.9	9.2	612.6	87.7	2

PROPERTY TAX RELIEF AND REFORM

Homestead Exemption or Credit: Elderly homeowners receive an exemption of \$6,500.

Circuit Breaker: No.

Classified Property Tax: No.

Local Revenue Diversification: Mass transit districts may levy a .5% sales tax with voter approval. Cities and counties may levy an occupational license tax (payroll tax). In 1979, 67 cities and counties levied the occupational license tax.

School Aid Program: Basic support program provides aid according to classroom units calculated using state set enrollment ratios. Aid is also based on teacher experience and education. Additional weighting in the formula is provided for small districts and for districts with handicapped students. Local costs are comparatively small.

State-Local Shared Revenues: Program for payment in lieu of T.V.A. taxes. Total general local support was \$1.1 million.

STATE AND LOCAL TAXES WITH AN INITIAL IMPACT ON BUSINESS AS A PERCENT OF STATE PERSONAL INCOME SELECTED YEARS, 1957-77

	1977	1967	1962	1957
With Unemployment				
Compensation Taxes	3.80	2.64	3.16	2.81
As Percent of U.S.				
Average	83	67	76	81
Without Unemployment				
Compensation Taxes	3.25	2.30	2.62	2.24
As Percent of U.S.				
Average	82	67	75	74

Business Share of Total State-Local Taxes Without Un- employment Comp.	1977	1967	1962	1957
	28.8	24.3	28.1	29.1

NOTES

\*Average income of family with FHA insured mortgage living in SMSA with state's most populous city. Property taxes are SMSA average.  
\*\* Includes Medicaid.



## TRENDS--LOUISIANA STATE AND LOCAL REVENUES AND EXPENDITURES AS A PERCENTAGE OF STATE PERSONAL INCOME, SELECTED YEARS 1942-80

State and Local Revenues and Expenditures	1980 Amount (millions)	As a Percentage of Personal Income						
		1980	U.S. Average	1977	1972	1967	1957	1942
General Revenue	\$382,321.6	19.8%	100%	20.8%	19.5%	15.7%	10.9%	8.5%
--U.S. State and Local								
General Revenue-- LA	7,054.8	23.2	117	22.5	22.9	20.0	16.3	10.6
Federal Aid	1,692.7	5.6	130	5.8	4.8	4.2	2.4	1.0
Total Own Source Revenue	5,362.1	17.6	114	16.7	18.2	15.8	13.9	9.6
Property Tax	466.3	1.5	43	1.8	2.7	2.4	2.2	2.7
Income Tax	496.8	1.6	55	1.1	1.6	0.9	0.6	0.5
General Sales Tax	1,304.1	4.3	160	4.0	3.6	2.5	2.0	z
Other Taxes	1,266.8	4.2	168	5.1	5.5	5.9	5.4	4.9
Charges & Miscellaneous	1,828.2	6.0	153	4.7	4.8	4.1	3.7	1.5
Direct General Expenditure								
--U.S. State and Local	\$367,339.9	19.0	100%	20.0	19.7	16.1	11.6	7.5
Direct Gen. Expenditure-- LA	6,558.2	21.5	113	22.4	22.3	21.7	17.3	9.8
Education	2,242.9	7.4	107	7.5	8.3	8.3	5.4	2.6
Public Welfare**	645.6	2.1	88	2.1	2.6	2.6	2.9	1.2
Highways	793.6	2.6	153	3.2	3.2	3.9	3.2	1.6
Health & Hospitals	749.1	2.5	147	2.4	1.9	1.5	1.0	0.7

## LOUISIANA TAX BURDENS AND DEBT

Direct Taxes as a Percentage of City Average Family Income,* 1980		State Sales Tax Rates, 1981	1979 Tax Wealth	108
Federal Personal		General Sales 3% + local	1979 Tax Effort	79
Income Tax	12.0	Food Exemption Yes	<u>Per Capita State and Local Debt Outstanding 1978-79</u>	
Social Security Tax	6.0	Cigarettes (pack) \$.11	AS Percent of U.S. Average	
Local Property Tax	0.4	Gasoline (gallon) \$.08	Long Term	\$ 1,488
State-Local Personal		Effective Property Tax Rate, FHA Insured Mortgage, '80:0.26%	Full Faith	868
Income Tax	0.3		Nonguaranteed	620
State-Local General		Effective State Personal Income Tax Rates, by Income	Short Term	12
Sales Tax	1.3	Level of 4 Person Family, 1980	Total	1,500
Total	20.0	\$10,000: -- \$17,500: --		109
As a Percent of U.S.		\$25,000: 0.3% \$50,000: 0.7%		
Median	84			
Average Family Income*	26,603			

## LOUISIANA STATE-LOCAL EMPLOYMENT AND SALARIES

	Number of Full-Time Equivalent Employees, 1979-80	Total Salaries as a Percent of State Personal Income, 1979-80	Average Salary Per Full-Time Employee, 1979-80	U.S. Average Salary Per Full-Time Employee, 1979-80
State	81,292	3.7%	\$13,956	\$16,476
Parishes	24,424	0.9	10,692	14,136
Municipalities	34,268	1.2	10,704	16,428
Townships	--	--	--	16,284
Ind. School Dist.	82,989	3.6	13,344	16,308
Special Districts	750	z	13,908	16,332
Total State & Local	223,723	9.4	12,876	16,044

## STATE REVENUE AND EXPENDITURE LIMITS

Revenue Limit (Statutory, 1979)

Certain state revenues are limited to the ratio of 1978-79 revenues to 1977 personal income. Notable exceptions to the limit are federal aid and severance tax revenue. Excess revenue must be used for tax relief.

## LOCAL REVENUE AND EXPENDITURE LIMITS

Levy Limits (Statutory, 1978)

Tax rates must be reduced to reflect increased assessed value following reassessment. Tax limits can be exceeded with voter approval. Specific Rate Limits (Constitutional, 1974) Parishes: 4 mills except 7 in Orleans and 5 in Jackson parish. Municipalities: 7 to 10 mills. School districts: 5 to 20 mills. Debt service excluded. Voters may override limits.





STATE: LOUISIANA

REGION: SOUTHEAST

## GENERAL REVENUE, 1978-79

Level	Total (millions)	Per Capita \$1,560	Percentage Distribution by Source						
			Federal Aid 21.9%	State Aid N.A.	Property Tax 18.9%	Gen.Sales Tax 13.6%	Income Tax 14.3%	Other Tax 13.1%	Charges & Misc. 18.2%
U.S. State & Local	\$343,278.4	\$1,560	21.9%	N.A.	18.9%	13.6%	14.3%	13.1%	18.2%
Regional State & Local	65,746.5	1,318	24.7	N.A.	12.8	15.7	10.6	16.1	20.1
State & Local-- LA	6,025.6	1,500	24.5	N.A.	6.8	19.5	7.5	20.0	21.7
State	4,063.1	1,011	27.3	N.A.	—	16.7	11.2	27.3	17.4
Local	3,089.7	769	11.9	36.3	13.2	16.0	—	3.2	19.4
County	858.9	214	12.5	19.1	18.1	10.3	—	2.0	37.8
Municipal	855.9	213	27.8	8.9	11.5	19.6	—	7.5	22.1
Ind. School Dist.	1,370.1	341	1.6	64.2	10.0	17.4	—	1.2	5.1

## DIRECT GENERAL EXPENDITURE, 1978-79

Level	Total (millions)	Per Capita \$1,481	Percentage Distribution by Function				
			Education 36.6%	Highways 8.7%	Public Welfare** 12.4%	Health & Hospitals 8.7%	All Other 33.6%
U.S. State & Local	\$326,024.0	\$1,481	36.6%	8.7%	12.4%	8.7%	33.6%
Regional State & Local	63,691.5	1,277	37.4	11.4	9.4	11.0	30.8
State & Local-- LA	5,486.7	1,366	35.2	10.8	10.0	10.9	33.1
State	2,584.1	643	24.3	15.7	21.0	12.9	26.2
Local	2,902.6	722	44.9	6.5	0.2	9.1	39.4
County	764.9	190	—	14.3	0.3	31.5	54.0
Municipal	772.9	192	—	10.4	0.4	2.9	86.2

## LOUISIANA STATE-LOCAL GENERAL EXPENDITURES— FEDERAL, STATE, AND LOCAL SHARE OF FINANCES, 1978-79

	State-Local General Expenditures From ALL Sources				State-Local General Expenditures From OWN Sources		
	Total (millions)	Percent Financed by			Total (millions)	State Percent	U.S. Rank
		Federal	State	Local			
General	\$5,487.1	26.9%	48.4%	24.6%	\$4,009.0	66.3%	10
Local Education	1,340.0	16.0	56.0	28.0	1,125.0	66.7	12
Public Welfare	545.8	73.9	25.2	0.9	142.2	96.6	15(Tie)
Health & Hospitals	596.2	7.8	52.4	39.8	549.6	56.9	22
Highways	594.5	32.9	45.7	21.4	399.0	68.0	24

## PROPERTY TAX RELIEF AND REFORM

Homestead Exemption or Credit: Homestead exemption of \$7,500 of assessed value for all homeowners; this does not apply to municipal non-school taxes except in Orleans Parish. Local governments are partially reimbursed by the state.

Circuit Breaker: No.

Classified Property Tax: Three classes: land (10%); residential improvements to land (10%); and all other (15%).

Local Revenue Diversification: Parishes, municipalities, and school districts can levy a sales tax with the combined tax rate not to exceed 3%. Sixty-three parishes and roughly 152 municipalities levy sales tax.

School Aid Program: Basic support program provides aid on the basis of teacher units calculated according to state-set ratios that vary with the size of the school. Additional weighting of teacher units for handicapped or non-English speaking students. There is a required local tax effort.

State-Local Shared Revenues: Revenues sharing program allocates aid according to population and the number of homesteads. Other programs include the distribution of tobacco tax receipts. Total general local support payments came to \$167.4 million in 1979.

## STATE AND LOCAL TAXES WITH AN INITIAL IMPACT ON BUSINESS AS A PERCENT OF STATE PERSONAL INCOME SELECTED YEARS, 1957-77

	1977	1967	1962	1957
With Unemployment Compensation Taxes As Percent of U.S. Average	6.82	6.86	7.33	5.69
Compensation Taxes As Percent of U.S. Average	6.27	6.44	6.87	5.28
	158	188	196	174

Business Share of Total State-Local Taxes Without Un- employment Comp.	1977	1967	1962	1957
	52.2	55.3	56.6	51.9

## NOTES

In 1979, the state of Louisiana had \$511.6 million in severance tax receipts and \$279.7 million in rents and royalties. Supreme Court declared unconstitutional Louisiana's "first use" tax on natural gas.

\*Average income of family with FHA insured mortgage living in SMSA with state's most populous city. Property taxes are SMSA average.

\*\* Includes Medicaid.



## TRENDS—MAINE STATE AND LOCAL REVENUES AND EXPENDITURES AS A PERCENTAGE OF STATE PERSONAL INCOME, SELECTED YEARS 1942-80

State and Local Revenues and Expenditures	1980 Amount (millions)	As a Percentage of Personal Income						
		As Percent of		1977	1972	1967	1957	1942
General Revenue		1980	U.S. Average					
—U.S. State and Local	\$382,321.6	19.8%	100%	20.8%	19.5%	15.7%	10.9%	8.5%
General Revenue— ME	1,680.1	21.8	110	21.6	22.3	15.4	11.5	8.4
Federal Aid	485.9	6.3	147	6.2	5.1	3.0	1.4	0.8
Total Own Source Revenue	1,194.2	15.5	100	15.4	17.3	12.5	10.1	7.6
Property Tax	359.4	4.7	134	4.5	6.6	5.1	4.4	4.5
Income Tax	187.8	2.4	83	1.9	1.1	—	—	—
General Sales Tax	214.1	2.8	104	3.0	3.0	2.3	1.1	—
Other Taxes	204.3	2.6	104	3.1	4.0	3.1	3.4	2.7
Charges & Miscellaneous	228.7	3.0	77	2.9	2.6	2.0	1.2	0.5
Direct General Expenditure								
—U.S. State and Local	\$367,339.9	19.0	100%	20.0	19.7	16.1	11.6	7.5
Direct Gen. Expenditure— ME	1,581.0	20.5	108	20.9	21.7	16.0	12.0	7.9
Education	544.0	7.0	101	7.6	7.7	6.3	3.6	2.0
Public Welfare**	264.4	3.4	142	3.1	2.8	1.4	1.2	1.1
Highways	211.0	2.7	159	2.8	3.9	3.5	3.3	2.1
Health & Hospitals	71.9	0.9	53	0.9	0.9	.8	0.7	0.4

## MAINE TAX BURDENS AND DEBT

Direct Taxes as a Percentage of City Average Family Income,* 1980	State Sales Tax Rate, 1981	1979 Tax Wealth	80
Federal Personal	General Sales 5%	1979 Tax Effort	111
Income Tax 9.6	Food Exemption Yes	Per Capita State and Local Debt Outstanding 1978-79	
Social Security Tax 6.1	Cigarettes (pack) \$.16	AS Percent of U.S.	
Local Property Tax 2.5	Gasoline (gallon) \$.09	Amount Average	
State-Local Personal	Effective Property Tax Rate, FHA Insured Mortgage, '80:1.25%	Long Term \$ 1,094	82
Income Tax 1.1	Effective State Personal Income Tax Rates, by Income	Full Faith 602	91
State-Local General	Level of 4 Person Family, '80	Nonguaranteed 492	74
Sales Tax 1.1	\$10,000: 0.4% \$17,500: 0.8%	Short Term 50	94
Total 20.4	\$25,000: 1.9% \$50,000: 4.6%	Total 1,144	83
As a Percent of U.S.			
Median 86			
Average Family Income* 20,300			

## MAINE STATE-LOCAL EMPLOYMENT AND SALARIES

	Number of Full-Time Equivalent Employees, 1979-80	Total Salaries as a Percent of State Personal Income, 1979-80	Average Salary Per Full-Time Employee, 1979-80	U.S. Average Salary Per Full-Time Employee, 1979-80
State	18,131	3.6%	\$15,192	\$16,476
Counties	969	0.1	10,368	14,136
Municipalities	10,416	1.9	14,016	16,428
Townships	9,823	1.6	13,152	16,284
Ind. School Dist.	11,048	1.7	12,108	16,308
Special Districts	1,105	0.2	12,864	16,332
Total State & Local	51,492	9.1	13,764	16,044

## STATE REVENUE AND EXPENDITURE LIMITS

No limits.

## LOCAL REVENUE AND EXPENDITURE LIMITS

No limits. Mandatory uniform tax rate for schools and taxing limit for education purposes repealed in 1978. School levy subject to annual approval by city or town council. Town of Saco imposed its own property tax limitation in 1979.



## GENERAL REVENUE, 1978-79

Level	Total (millions)	Per Capita	Percentage Distribution						
			Federal Aid	State Aid	Property Tax	Gen.Sales Tax	Income Tax	Other Tax	Charges & Misc.
U.S. State & Local	\$343,278.4	\$1,560	21.9%	N.A.	18.9%	13.6%	14.3%	13.1%	18.2%
Regional State & Local	20,241.1	1,647	23.9	N.A.	28.8	9.1	14.7	10.7	12.8
State & Local-- ME	1,538.0	1,402	29.2	N.A.	21.6	12.9	10.0	12.5	13.9
State	1,071.3	977	33.5	N.A.	1.2	18.5	14.4	17.8	13.8
Local	706.7	644	12.7	32.5	45.2	—	—	0.3	9.3
County	24.9	23	16.5	24.1	47.8	—	—	—	10.8
Municipal	228.2	208	15.3	24.0	45.9	—	—	0.4	12.5
Ind. School Dist.	176.4	161	0.5	59.1	37.0	—	—	—	3.5

## DIRECT GENERAL EXPENDITURE, 1978-79

Level	Total (millions)	Per Capita	Percentage Distribution by Function				
			Education	Highways	Public Welfare**	Health & Hospitals	All Other
U.S. State & Local	\$326,024.0	\$1,481	36.6%	8.7%	12.4%	8.7%	33.6%
Regional State & Local	18,808.9	1,530	34.1	7.4	15.3	6.9	36.3
State & Local-- ME	1,445.5	1,318	35.0	13.5	15.5	4.5	31.5
State	733.4	669	18.4	17.5	29.7	6.8	27.5
Local	712.1	649	52.2	9.3	0.9	2.1	35.5
County	24.5	22	—	3.3	1.6	0.4	94.6
Municipal	242.3	221	41.9	9.0	1.3	5.4	42.4

## MAINE STATE-LOCAL GENERAL EXPENDITURES--FEDERAL, STATE, AND LOCAL SHARE OF FINANCES, 1978-79

	State-Local General Expenditures From ALL Sources				State-Local General Expenditures From OWN Sources		
	Total (millions)	Percent Financed by			Total (millions)	State Financed Percent	U.S. Rank
		Federal	State	Local			
General	\$1,451.6	30.9%	44.8%	24.3%	\$1,002.9	64.9%	14
Local Education	408.8	9.8	48.1	42.1	368.8	53.3	25
Public Welfare	231.1	61.0	34.8	4.2	90.2	89.2	27
Health & Hospitals	64.9	16.5	63.3	20.2	54.2	75.8	12
Highways	194.7	25.0	41.2	33.7	146.0	55.0	41

## PROPERTY TAX RELIEF AND REFORM

Homestead Exemption or Credit: No.

Circuit Breaker: Elderly homeowners and renters with household income below \$6,000 (\$5,000 for individuals) eligible for payment of \$5 to \$400.

Classified Property Tax: No.

Local Revenue Diversification: Comparatively little except for license taxes.

School Aid Program: Principally a foundation type formula with foundation level based on average statewide expenditure level net of a specified mill

rate chargeback. Districts exceeding the chargeback receive a guaranteed revenue yield per mill. Additional funds for districts with special students and low population density.

State-Local Shared Revenues: Program distributes 4% of state income and sales tax receipts to cities and towns according to a formula that has population weighted for the effective property tax rate. Total payments for all general local support came to \$24.6 million in 1979.

## STATE AND LOCAL TAXES WITH AN INITIAL IMPACT ON BUSINESS AS A PERCENT OF STATE PERSONAL INCOME SELECTED YEARS, 1957-77

	1977	1967	1962	1957
With Unemployment Compensation Taxes	3.78	3.43	3.72	3.33
As Percent of U.S. Average	83	87	90	96
Without Unemployment Compensation Taxes	3.07	3.06	3.17	2.77
As Percent of U.S. Average	78	89	91	91

Business Share of Total State-Local

	1977	1967	1962	1957
Taxes Without Unemployment Comp.	24.6	29.3	29.1	31.4

## NOTES

\*Average income of family with FHA insured mortgage living in SMSA with state's most populous city. Property taxes are SMSA average.  
\*\* Includes Medicaid.

## TRENDS--MARYLAND STATE AND LOCAL REVENUES AND EXPENDITURES AS A PERCENTAGE OF STATE PERSONAL INCOME, SELECTED YEARS 1942-80

State and Local Revenues and Expenditures	1980 Amount (millions)	As a Percentage of Personal Income						
		1980	U.S. Average	1977	1972	1967	1957	1942
General Revenue	\$382,321.6	19.8%	100%	20.8%	19.5%	15.7%	10.9%	8.5%
--U.S. State and Local								
General Revenue-- MD	7,929.0	20.5	104	20.6	18.2	14.0	9.4	5.7
Federal Aid	1,672.4	4.3	100	4.2	2.8	1.8	0.8	0.4
Total Own Source Revenue	6,256.7	16.2	105	16.3	15.4	12.2	8.6	5.4
Property Tax	1,215.7	3.1	89	3.8	4.0	4.2	3.1	2.7
Income Tax	1,823.2	4.7	162	4.6	4.1	2.2	1.1	0.3
General Sales Tax	712.8	1.8	67	1.6	1.6	1.2	0.7	--
Other Taxes	903.8	2.3	92	2.9	2.7	2.6	2.3	1.7
Charges & Miscellaneous	1,601.2	4.1	105	3.5	2.9	2.1	1.4	0.6
Direct General Expenditure								
--U.S. State and Local	\$367,339.9	19.0	100%	20.0	19.7	16.1	11.6	7.5
Direct Gen. Expenditure-- MD	7,626.1	19.8	104	20.7	19.4	14.6	11.0	5.3
Education	2,691.0	7.0	101	8.2	5.2	6.2	3.6	1.2
Public Welfare**	756.0	2.0	83	2.1	1.9	1.1	0.4	0.4
Highways	697.4	1.8	106	1.6	1.8	1.8	2.6	1.0
Health & Hospitals	607.7	1.6	94	1.5	1.4	1.1	0.9	0.4

## MARYLAND TAX BURDENS AND DEBT

Direct Taxes as a Percentage of City Average Family Income,* 1980		State Sales Tax Rates, 1981	1979 Tax Wealth	98
Federal Personal		General Sales 5%	1979 Tax Effort	110
Income Tax 12.0		Food Exemption Yes	<u>Per Capita State and Local Debt Outstanding 1978-79</u>	
Social Security Tax 6.0		Cigarettes (pack) \$.13	As Percent of U.S. Average	
Local Property Tax 2.0		Gasoline (gallon) \$.09	Long Term	\$ 1,727 130
State-Local Personal		Effective Property Tax Rate, FHA Insured Mortgage,'80:1.61%	Full Faith	1,215 184
Income Tax 4.7		Effective State Personal Income Tax Rates, by Income Level of 4 Person Family, 1980	Nonguaranteed	512 77
State-Local General		\$10,000: 2.1% \$17,500: 2.4%	Short Term	41 76
Sales Tax 1.0		\$25,000: 3.1% \$50,000: 3.8%	Total	1,769 128
Total 25.7				
As a Percent of U.S. Median 108				
Average Family Income* 26,589				

## MARYLAND STATE-LOCAL EMPLOYMENT AND SALARIES

	Number of Full-Time Equivalent Employees, 1979-80	Total Salaries as a Percent of State Personal Income, 1979-80	Average Salary Per Full-Time Employee, 1979-80	U.S. Average Salary Per Full-Time Employee, 1979-80
State	81,754	3.3%	\$15,696	\$16,476
Counties	99,814	4.8	18,612	14,136
Municipalities	45,344	1.6	14,016	16,428
Townships	--	--	--	16,284
Ind. School Dist.	--	--	--	16,308
Special Districts	3,713	0.2	16,848	16,332
Total State & Local	230,625	9.9	16,632	16,044

## STATE REVENUE AND EXPENDITURE LIMITS

No limits.

## LOCAL REVENUE AND EXPENDITURE LIMITS

Full Disclosure (Constitutional, 1977) In order to levy a tax rate that would raise a property tax levy in excess of the amount raised in the previous year, excluding taxes on new construction, the governing body must first hold an advertised public meeting. Limit on Assessment Increases (Statutory, 1977) Homeowners receive a local tax credit when valuation rises 15% or more. Self imposed limits in three counties.

## GENERAL REVENUE, 1978-79

Level	Total (millions)	Per Capita \$1,560	Percentage Distribution by Source						
			Federal Aid 21.9%	State Aid N.A.	Property Tax 18.9%	Gen.Sales Tax 13.6%	Income Tax 14.3%	Other Tax 13.1%	Charges & Misc. 18.2%
U.S. State & Local	\$343,278.4	\$1,560	21.9%	N.A.	18.9%	13.6%	14.3%	13.1%	18.2%
Regional State & Local	76,412.1	1,815	21.5	N.A.	21.4	11.0	18.9	12.4	14.8
State & Local-- MD	7,255.9	1,749	20.5	N.A.	15.8	9.6	22.2	12.7	19.2
State	4,418.5	1,065	22.2	N.A.	1.7	15.8	26.1	16.4	17.7
Local	4,033.7	972	12.6	29.4	26.6	--	11.3	4.8	15.2
County	2,732.9	659	7.5	29.3	29.8	--	14.6	5.3	13.1
Municipal	1,105.1	266	20.2	33.6	22.7	--	5.2	4.7	11.7
Ind. School Dist.	--	--	--	--	--	--	--	--	--

## DIRECT GENERAL EXPENDITURE, 1978-79

Level	Total (millions)	Per Capita \$1,481	Percentage Distribution by Function				
			Education 36.6%	Highways 8.7%	Public Welfare** 12.4%	Health & Hospitals 8.7%	All Other 33.6%
U.S. State & Local	\$326,024.0	\$1,481	36.6%	8.7%	12.4%	8.7%	33.6%
Regional State & Local	71,955.2	1,709	32.9	6.2	14.5	7.9	38.5
State & Local-- MD	6,942.5	1,674	36.6	7.9	9.4	7.2	38.9
State	3,010.2	726	21.4	11.6	21.5	10.8	34.6
Local	3,932.3	940	48.2	5.0	0.1	4.3	42.2
County	2,648.9	639	60.3	4.5	0.1	3.7	31.4
Municipal	1,064.5	257	28.1	7.3	0.3	7.0	57.3

## MARYLAND STATE-LOCAL GENERAL EXPENDITURES-- FEDERAL, STATE, AND LOCAL SHARE OF FINANCES, 1978-79

	State-Local General Expenditures From ALL Sources				State-Local General Expenditures From OWN Sources		
	Total (millions)	Percent Financed by			Total (millions)	State Percent	U.S.Rank
		Federal	State	Local			
General	\$6,942.8	21.4%	47.2%	31.4%	\$5,545.7	60.0%	25
Local Education	1,904.7	7.2	40.5	52.3	1,768.0	43.6	33
Public Welfare	653.0	49.8	49.3	0.9	327.9	98.1	8
Health & Hospitals	497.2	9.8	69.1	21.1	448.4	76.6	11
Highways	548.2	27.1	68.6	4.3	399.6	94.0	2

## PROPERTY TAX RELIEF AND REFORM

**Homestead Exemption or Credit:** Homestead tax credit in years when residential values rise 15% or more. (See local limits.)

**Circuit Breaker:** All homeowners and aged or disabled renters receive a tax credit for property taxes in excess of a certain percentage of income. The maximum credit is \$900 for homeowners and \$450 for renters.

**Classified Property Tax:** No.

**Local Revenue Diversification:** Counties and Baltimore City must levy a personal income tax equal to between 20% and 50% of state liability. Extensive use of recordation and property transfer taxes.

**School Aid Program:** Formula is foundation type with an average of 55% of basic costs provided in 1979. Remaining local share varies with income and property tax wealth. Additional weighting given to non-English speaking students. Density aid for Baltimore City. Current court challenge to aid system.

**State-Local Shared Revenues:** Major program is state payment of \$.11 per \$100 of valuation to counties and Baltimore. Other payments include tobacco and parimutuel taxes distributed on a per capita basis. Total general support was \$107.7 million in 1979.

## STATE AND LOCAL TAXES WITH AN INITIAL IMPACT ON BUSINESS AS A PERCENT OF STATE PERSONAL INCOME SELECTED YEARS, 1957-77

	1977	1967	1962	1957
With Unemployment Compensation Taxes As Percent of U.S. Average	3.61	3.10	3.45	2.52
Without Unemployment Compensation Taxes As Percent of U.S. Average	79	79	83	73
Without Unemployment Compensation Taxes As Percent of U.S. Average	3.12	2.76	2.64	2.23
Without Unemployment Compensation Taxes As Percent of U.S. Average	79	80	75	76
Business Share of Total State-Local Taxes Without Un- employment Comp.	24.1	27.2	29.1	30.7

## NOTES

Maryland's 24 counties and the independent city of Baltimore are the major providers of local services. Local education is provided at the county level.

\*Average income of family with FHA insured mortgage living in SMSA with state's most populous city. Property taxes are SMSA average.  
\*\* Includes Medicaid.

## TRENDS--MASSACHUSETTS STATE AND LOCAL REVENUES AND EXPENDITURES AS A PERCENTAGE OF STATE PERSONAL INCOME, SELECTED YEARS 1942-80

State and Local Revenues and Expenditures	1980 Amount (millions)	As a Percentage of Personal Income						
		As Percent of		1977	1972	1967	1957	1942
		1980	U.S. Average					
General Revenue	\$382,321.6	19.8%	100%	20.8%	19.5%	15.7%	10.9%	8.5%
--U.S. State and Local								
General Revenue-- MA	11,201.4	21.8	110	22.6	19.6	15.1	10.7	8.8
Federal Aid	2,720.8	5.3	123	4.9	3.5	2.1	0.8	0.6
Total Own Source Revenue	8,480.5	16.5	106	17.7	16.1	13.0	10.0	8.2
Property Tax	3,183.5	6.2	177	7.4	7.3	5.9	5.2	5.1
Income Tax	2,392.4	4.7	162	4.2	3.7	1.8	1.2	0.5
General Sales Tax	746.0	1.5	56	1.2	0.8	0.7	--	--
Other Taxes	811.3	1.6	64	2.4	2.4	2.9	2.5	2.0
Charges & Miscellaneous	1,347.3	2.6	67	2.6	1.9	1.7	1.0	0.6
Direct General Expenditure								
--U.S. State and Local	\$367,339.9	19.0	100%	20.0	19.7	16.1	11.6	7.5
Direct Gen. Expenditure-- MA	10,301.3	20.1	106	21.7	19.6	14.4	12.4	7.8
Education	3,230.4	6.3	91	7.3	4.7	3.0	1.8	1.8
Public Welfare**	1,800.6	3.5	146	3.9	3.6	1.7	1.3	1.4
Highways	616.8	1.2	71	1.3	1.5	1.5	2.6	0.8
Health & Hospitals	848.1	1.7	100	1.5	1.5	1.3	1.3	0.7

## MASSACHUSETTS TAX BURDENS AND DEBT

Direct Taxes as a Percentage of City Average Family Income, * 1980	State Sales Tax Rates, 1981	1979 Tax Wealth	91
Federal Personal	General Sales 5%	1979 Tax Effort	145
Income Tax 11.2	Food Exemption Yes	Per Capita State and Local Debt Outstanding 1978-79	
Social Security Tax 6.1	Cigarettes (pack) \$.21	AS Percent of U.S. Average	
Local Property Tax 4.7	Gasoline (gallon) \$.114 (10%)	Long Term \$ 1,499	113
State-Local Personal Income Tax 3.9	Effective Property Tax Rate, FHA Insured Mortgage, '80:2.51%	Full Faith 1,065	161
State-Local General Sales Tax 0.7	Effective State Personal Income Tax Rates, by Income	Nonguaranteed 434	65
Total 26.6	Level of 4 Person Family, 1980	Short Term 198	369
As a Percent of U.S. Median 112	\$10,000: 2.5% \$17,500: 3.4%	Total 1,697	123
City Average Income* 24,200	\$25,000: 3.9% \$50,000: 4.6%		

## MASSACHUSETTS STATE-LOCAL EMPLOYMENT AND SALARIES

	Number of Full-Time Equivalent Employees, 1979-80	Total Salaries as a Percent of State Personal Income, 1979-80	Average Salary Per Full-Time Employee, 1979-80	U.S. Average Salary Per Full-Time Employee, 1979-80
State	78,226	2.2%	\$14,568	\$16,476
Counties	4,474	0.1	14,196	14,136
Municipalities	98,210	3.2	16,764	16,420
Townships	82,709	2.8	17,688	16,284
Ind. School Dist.	13,659	0.4	16,608	16,308
Special Districts	9,622	0.5	24,624	16,332
Total State & Local	286,900	9.2	16,644	16,044

## STATE REVENUE AND EXPENDITURE LIMITS

No limits.

## LOCAL REVENUE AND EXPENDITURE LIMITS

Overall Rate Limit and Levy Limit (Statutory, 1980) "Proposition 2 1/2" limits total property taxes to 2.5% of fair market value or 1979 rate, whichever is less. Local governments in excess of the limit must reduce their levies by 15% per year until the 2.5% limit is reached. Limit of 2.5% per year on increases in levies of governments at or below rate limit. Motor vehicle excise tax limit reduced to \$25 per \$1,000 value.



## GENERAL REVENUE, 1978-79

Level	Total (millions)	Per Capita \$	Percentage Distribution by Source						
			Federal Aid	State Aid	Property Tax	Gen.Sales Tax	Income Tax	Other Tax	Charges & Misc.
U.S. State & Local	\$343,278.4	\$1,560	21.9%	N.A.	18.9%	13.6%	14.3%	13.1%	18.2%
Regional State & Local	20,241.1	1,647	23.9	N.A.	28.8	9.1	14.7	10.7	12.8
State & Local--MA	10,570.6	1,832	24.4	N.A.	29.8	6.8	20.0	7.6	11.4
State	6,166.3	1,069	28.0	N.A.	—	11.6	34.3	12.7	10.4
Local	6,284.0	1,089	13.6	27.0	50.1	—	—	0.3	9.0
County	157.8	27	6.3	32.5	39.2	—	—	0.7	20.5
Municipal	2,991.8	519	14.1	25.7	50.3	—	—	0.4	9.1
Ind. School Dist.	331.3	57	0.1	42.7	—	—	—	—	5.5

## DIRECT GENERAL EXPENDITURE, 1978-79

Level	Total (millions)	Per Capita \$	Percentage Distribution by Function				
			Education	Highways	Public Welfare**	Health & Hospitals	All Other
U.S. State & Local	\$326,024.0	\$1,481	36.6%	8.7%	12.4%	8.7%	33.6%
Regional State & Local	18,808.9	1,530	34.1	7.4	15.3	6.9	36.3
State & Local-- MA	9,678.8	1,678	32.6	5.9	16.3	7.7	37.4
State	3,967.1	688	14.2	7.8	38.9	12.4	26.7
Local	5,711.7	990	45.4	4.6	0.7	4.5	44.8
County	166.3	29	3.3	1.6	0.2	13.3	81.7
Municipal	2,799.5	485	39.7	3.8	0.9	7.0	48.6

## MASSACHUSETTS STATE-LOCAL GENERAL EXPENDITURES--FEDERAL, STATE, AND LOCAL SHARE OF FINANCES, 1978-79

	State-Local General Expenditures From ALL Sources				State-Local General Expenditures From OWN Sources		
	Total (millions)	Percent Financed by			Total (millions)	State Financed Percent	U.S. Rank
		Federal	State	Local			
General	\$9,802.5	26.3%	40.0%	33.7%	\$7,221.5	54.3%	36 (Tie)
Local Education	2,838.7	6.7	35.1	58.1	2,647.8	37.7	42
Public Welfare	1,705.3	49.7	48.6	1.7	857.7	96.7	14
Health & Hospitals	750.0	17.5	51.9	30.5	618.6	62.9	18
Highways	572.2	21.2	43.4	35.4	450.7	55.1	40

## PROPERTY TAX RELIEF AND REFORM

Homestead Exemption or Credit: With city or town approval, the first 10% of class I residential property is exempt from property taxation.

Circuit Breaker: No.

Classified Property Tax: Property grouped into 4 classes: residential, open space, commercial, and industrial. Cities and towns determine property taxes to be borne by each class.

Local Revenue Diversification: Extensive use of license taxes, little other diversification.

School Aid Program: Foundation type formula with foundation level at average expenditure per student statewide. Local share determined by hold-harmless provisions and property tax wealth. Extra weighting provided for districts with exceptional, low income, or non-English speaking students.

State-Local Shared Revenues: "Beano" and lottery receipts distributed to cities and townships according to a formula of \$10 x (per capita state equalized property value/ locality's equalized property value) x locality's population. Total payments reported to be over \$200 million annually. Large increase in aid following Proposition 2 1/2.

STATE AND LOCAL TAXES WITH AN INITIAL IMPACT ON BUSINESS AS A PERCENT OF STATE PERSONAL INCOME  
SELECTED YEARS, 1957-77

	1977	1967	1962	1957
With Unemployment Compensation Taxes As Percent of U.S. Average	4.39	3.90	4.02	3.60
Without Unemployment Compensation Taxes As Percent of U.S. Average	96	99	97	104
Without Unemployment Compensation Taxes As Percent of U.S. Average	3.55	3.15	3.24	3.01
Average	90	92	93	99

	1977	1967	1962	1957
Business Share of Total State-Local Taxes Without Un- employment Comp.	23.5	27.7	31.0	33.6

## NOTES

\*Average income of family with FHA insured mortgage living in SMSA with state's most populous city. Property taxes are SMSA average.

\*\* Includes Medicaid. ACIR, 1981

## TRENDS--MICHIGAN STATE AND LOCAL REVENUES AND EXPENDITURES AS A PERCENTAGE OF STATE PERSONAL INCOME, SELECTED YEARS 1942-80

State and Local Revenues and Expenditures	1980 Amount (millions)	As a Percentage of Personal Income						
		1980	U.S. Average	1977	1972	1967	1957	1942
General Revenue	\$382,321.6	19.8%	100%	20.8%	19.5%	15.7%	10.9%	8.5%
--U.S. State and Local								
General Revenue-- MI	17,483.6	20.2	102	21.2	19.9	14.6	10.7	7.9
Federal Aid	3,897.3	4.5	105	4.6	3.3	2.1	0.8	0.6
Total Own Source Revenue	13,586.3	15.7	101	16.6	16.6	12.5	9.8	7.4
Property Tax	3,832.5	4.4	126	4.9	5.3	4.3	3.8	3.4
Income Tax	3,040.0	3.5	121	4.0	2.9	0.2	--	--
General Sales Tax	1,706.7	2.0	74	2.3	2.5	2.5	1.9	1.4
Other Taxes	1,377.1	1.6	64	1.9	2.5	2.8	2.5	1.6
Charges & Miscellaneous	3,629.8	4.2	108	3.6	3.4	2.7	1.6	1.0
Direct General Expenditure								
--U.S. State and Local	\$367,339.9	19.0	100%	20.0	19.7	16.1	11.6	7.5
Direct Gen. Expenditure-- MI	17,401.8	20.1	106	20.5	19.7	15.6	11.9	7.1
Education	6,442.8	7.4	107	8.0	8.2	7.5	4.8	2.6
Public Welfare**	2,705.5	3.1	129	3.3	2.7	1.2	0.7	1.0
Highways	1,263.4	1.5	88	1.5	1.7	1.9	2.2	1.1
Health & Hospitals	1,620.1	1.9	112	1.7	1.5	1.2	1.1	0.6

## MICHIGAN TAX BURDENS AND DEBT

Direct Taxes as a Percentage of City Average Family Income,* 1980	State Sales Tax Rates, 1981	1979 Tax Wealth	102
Federal Personal	General Sales 4%	1979 Tax Effort	114
Income Tax 12.3	Food Exemption Yes	Per Capita State and Local Debt Outstanding 1978-79	
Social Security Tax 5.8	Cigarettes (pack) \$.11	As Percent of U.S. Average	
Local Property Tax 4.2	Gasoline (gallon) \$.11	Amount	
State-Local Personal	Effective Property Tax Rate, FHA Insured Mortgage, '80: 2.54%	Long Term \$ 1,077	81
Income Tax 3.5		Full Faith 696	105
State-Local General	Effective State Personal Income Tax Rates, by Income	Nonguaranteed 381	57
Sales Tax 0.9	Level of 4 Person Family, 1980	Short Term 28	51
Total 26.7	\$10,000: 1.1% \$17,500: 1.3%	Total 1,105	80
As a Percent of U.S.	\$25,000: 1.6% \$50,000: 2.8%		
Median 112			
Average Family Income* 27,244			

## MICHIGAN STATE-LOCAL EMPLOYMENT AND SALARIES

	Number of Full-Time Equivalent Employees, 1979-80	Total Salaries as a Percent of State Personal Income, 1979-80	Average Salary Per Full-Time Employee, 1979-80	U.S. Average Salary Per Full-Time Employee, 1979-80
State	125,630	2.8%	\$19,440	\$16,476
Counties	45,846	0.8	16,008	14,136
Municipalities	67,597	1.5	19,164	16,428
Townships	7,897	0.2	18,336	16,284
Ind. School Dist.	181,234	4.2	20,160	16,308
Special Districts	6,850	0.1	16,584	16,332
Total State & Local	435,054	9.7	19,260	16,044

## STATE REVENUE AND EXPENDITURE LIMITS

Revenue Limitation (Constitutional, 1978)  
State revenues, excluding federal aid and G.O. debt service, limited to their prior year ratio of revenues to personal income. The governor may declare an emergency to exceed limit with the approval of 2/3 of each house of the legislature.

## LOCAL REVENUE AND EXPENDITURE LIMITS

Levy Limit (Constitutional, 1978) Mill rates for local governments must be rolled back when the growth in assessed value, excluding new construction, exceeds the rise in the CPI. Voter approval needed to exceed limit. Overall Rate Limits (Constitutional, 1932) Overall limit of 50 mills for counties, townships, and schools. Levies over 15 mills require voter approval. Specific Rate Limits on cities & townships.





## GENERAL REVENUE, 1978-79

Level	Total (millions)	Per Capita \$1,560	Percentage Distribution by Source						
			Federal Aid	State Aid	Property Tax	Gen. Sales Tax	Income Tax	Other Charges Tax & Misc.	
U.S. State & Local	\$343,278.4	\$1,560	21.9%	N.A.	18.9%	13.6%	14.3%	13.1%	18.2%
Regional State & Local	61,677.9	1,494	20.6	N.A.	21.3	13.1	16.1	11.1	17.8
State & Local-- MI	16,110.0	1,750	21.1	N.A.	21.5	10.6	19.6	8.3	18.9
State	9,746.9	1,059	24.4	N.A.	1.3	17.5	30.1	12.9	13.2
Local	9,562.3	1,039	10.7	32.8	34.9	—	2.3	0.9	18.4
County	2,017.3	219	16.0	34.4	19.2	—	—	1.0	22.4
Municipal	2,823.7	307	18.5	21.9	23.1	—	7.8	2.0	23.9
Ind. School Dist.	4,442.4	483	2.0	38.3	49.1	—	—	0.1	8.4

## DIRECT GENERAL EXPENDITURE, 1978-79

Level	Total (millions)	Per Capita \$1,481	Percentage Distribution by Function				
			Education	Highways	Public Welfare**	Health & Hospitals	All Other
U.S. State & Local	\$326,024.0	\$1,481	36.6%	8.7%	12.4%	8.7%	33.6%
Regional State & Local	59,115.7	1,432	38.5	8.4	13.6	8.4	31.2
State & Local-- MI	15,384.1	1,671	38.0	6.9	15.4	9.3	30.5
State	5,938.4	645	26.4	7.1	35.7	11.3	19.4
Local	9,445.7	1,026	45.2	6.7	2.5	8.0	37.5
County	1,895.5	206	—	18.4	12.6	19.0	49.9
Municipal	2,691.8	292	—	9.9	—	9.5	80.6

## MICHIGAN STATE-LOCAL GENERAL EXPENDITURES--FEDERAL, STATE, AND LOCAL SHARE OF FINANCES, 1978-79

	State-Local General Expenditures From ALL Sources				State-Local General Expenditures From OWN Sources		
	Total (millions)	Percent Financed by			Total (millions)	State Percent	U.S. Rank
		Federal	State	Local			
General	\$15,460.4	22.0%	44.7%	33.3%	\$12,060.6	57.3%	28
Local Education	4,254.8	7.8	40.0	52.3	3,924.8	43.3	34
Public Welfare	2,446.9	50.0	47.4	2.6	1,224.2	94.7	19
Health & Hospitals	1,428.4	6.8	47.2	46.0	1,331.1	50.7	28
Highways	1,056.1	21.8	58.9	19.2	825.5	75.4	15 (Tie)

## PROPERTY TAX RELIEF AND REFORM

Homestead Exemption or Credit: No.

Circuit Breaker: All homeowners and renters receive a credit up to \$1,200 for 60% of the property taxes over 3.5% of income. More generous formula for those over 65 years old.

Classified Property Tax: No.

Local Revenue Diversification: Cities may impose an income tax of 2% on residents and 1% on income earned by non-residents. In Detroit the tax is 3% for residents and 1.5% for non-residents.

School Aid Program: Basic support program provides guaranteed yield for the first 30 mills of school levy. There is additional aid for districts with slow-learners, non-English speakers, and handicapped.

State-Local Shared Revenues: The state revenue sharing formula distributes earmarked portions of state sales, income, intangibles, and single business taxes to counties, cities, villages and townships according to population and tax effort. Additional payments for tax burden and for distressed communities financed through general fund. Total general local aid was \$598.7 million in 1979.

## STATE AND LOCAL TAXES WITH AN INITIAL IMPACT ON BUSINESS AS A PERCENT OF STATE PERSONAL INCOME SELECTED YEARS, 1957-77

	1977	1967	1962	1957
With Unemployment Compensation Taxes As Percent of U.S. Average	4.65	4.10	5.02	3.86
Without Unemployment Compensation Taxes As Percent of U.S. Average	102	104	121	112
With Unemployment Compensation Taxes As Percent of U.S. Average	3.71	3.52	4.14	3.29
Without Unemployment Compensation Taxes As Percent of U.S. Average	94	103	118	109

	1977	1967	1962	1957
Business Share of Total State-Local Taxes Without Unemployment Comp.	28.5	35.9	39.4	40.0

## NOTES

In 1975 Michigan replaced its corporate income, business inventory and franchise taxes with the single business tax, a type of value-added tax. Michigan's stabilization fund earmarks revenues from high income years for jobs in recessions.

\*Average income of family with FHA insured mortgage living in SMSA with state's most populous city. Property taxes are SMSA average.

\*\* Includes Medicaid.



## TRENDS—MINNESOTA STATE AND LOCAL REVENUES AND EXPENDITURES AS A PERCENTAGE OF STATE PERSONAL INCOME, SELECTED YEARS 1942-80

State and Local Revenues and Expenditures	1980 Amount (millions)	As a Percentage of Personal Income						
		1980	U.S. Average	1977	1972	1967	1957	1942
General Revenue	\$382,321.6	19.8%	100%	20.8%	19.5%	15.7%	10.9%	8.5%
—U.S. State and Local								
General Revenue— MN	8,035.6	22.3	113	24.3	22.5	18.5	13.1	12.1
Federal Aid	1,584.9	4.4	102	5.1	3.8	3.0	1.3	1.1
Total Own Source Revenue	6,450.6	17.9	115	19.2	18.8	15.4	11.9	11.0
Property Tax	1,321.7	3.7	106	4.4	5.8	6.0	5.0	5.2
Income Tax	1,643.9	4.6	159	5.0	3.8	3.1	1.4	0.8
General Sales Tax	653.7	1.8	67	1.9	1.7	—	—	—
Other Taxes	966.2	2.7	108	3.4	3.1	3.1	3.3	3.2
Charges & Miscellaneous	1,865.1	5.2	133	4.5	4.3	3.3	2.1	1.8
Direct General Expenditure								
—U.S. State and Local	\$367,339.9	19.0	100%	20.0	19.7	16.1	11.6	7.5
Direct Gen. Expenditure— MN	7,723.6	21.5	113	23.6	22.8	18.6	14.1	9.8
Education	2,658.8	7.4	107	8.9	10.2	8.2	5.4	2.9
Public Welfare**	1,035.6	2.9	121	3.1	2.4	1.6	1.2	1.5
Highways	892.3	2.5	147	2.5	2.9	3.3	2.9	2.2
Health & Hospitals	640.5	1.8	106	1.8	1.5	1.2	1.2	0.5

## MINNESOTA TAX BURDENS AND DEBT

Direct Taxes as a Percentage of City Average Family Income,* 1980		State Sales Tax Rates, 1981	1979 Tax Wealth	102
Federal Personal		General Sales 5% + Duluth	1979 Tax Effort	116
Income Tax	12.4	Food Exemption Yes	Per Capita State and Local Debt Outstanding 1978-79	
State Security Tax	5.8	Cigarettes (pack) \$.18	As Percent of U.S.	
Local Property Tax	2.6	Gasoline (gallon) \$.13	Amount	Average
State-Local Personal		Effective Property Tax Rate, FHA Insured Mortgage, '80:0.93%	Long Term	\$ 1,533
Income Tax	5.7	Effective State Personal Income Tax Rates, by Income	Full Faith	932
State-Local General		Level of 4 Person Family, 1980	Nonguaranteed	601
Sales Tax	0.7	\$10,000: -4.3% \$17,500: 3.5%	Short Term	24
Total	27.2	\$25,000: 5.5% \$50,000: 7.3%	Total	1,557
As a Percent of U.S.				113
Median	114			
Average Family Income*	27,600			

## MINNESOTA STATE-LOCAL EMPLOYMENT AND SALARIES

	Number of Full-Time Equivalent Employees, 1979-80	Total Salaries as a Percent of State Personal Income, 1979-80	Average Salary Per Full-Time Employee, 1979-80	U.S. Average Salary Per Full-Time Employee, 1979-80
State	54,868	2.9%	\$18,924	\$16,476
Counties	27,329	1.2	15,876	14,136
Municipalities	31,561	1.5	17,208	16,428
Townships	639	z	13,704	16,284
Ind. School Dist.	80,078	3.8	16,872	16,308
Special Districts	8,643	0.4	18,096	16,332
Total State & Local	203,118	9.9	17,376	16,044

## STATE REVENUE AND EXPENDITURE LIMITS

## Individual Income Tax Indexation (1979)

Brackets, standard deduction, and personal exemptions indexed to Minneapolis-St. Paul CPI. Brackets indexed to 85% of index.

## LOCAL REVENUE AND EXPENDITURE LIMITS

Revenue Limits (Statutory, 1973, last amended 1981) Levy limits for counties, cities, and townships can increase 8% per year. Debt service and certain other levies excluded from limit. Voter approval needed to exceed limit. State aid penalty for exceeding limit. Specific Rate Limits (Statutory, amended frequently since 1971) School district required to levy 23 mills. Referendum needed to exceed.

## GENERAL REVENUE, 1978-79

Level	Total (millions)	Per Capita \$	Percentage Distribution by Source						
			Federal Aid	State Aid	Property Tax	Gen.Sales Tax	Income Tax	Other Tax	Charges & Misc.
U.S. State & Local	\$343,277.7	\$1,560	21.9%	N.A.	18.9%	13.6%	14.3%	13.1%	18.2%
Regional State & Local	25,354.0	1,481	20.5	N.A.	20.2	11.7	15.2	12.5	20.1
State & Local-- MN	7,327.5	1,805	19.5	N.A.	17.2	8.4	22.0	13.1	19.8
State	4,803.1	1,183	21.8	N.A.	0.1	12.7	33.6	18.9	12.0
Local	4,537.6	1,118	8.4	43.4	27.8	0.1	--	1.2	19.3
County	1,167.9	288	7.0	45.1	30.1	--	--	0.5	15.9
Municipal	1,207.3	297	15.0	23.7	20.1	0.4	--	3.6	35.7
Ind. School Dist.	1,881.9	464	0.5	58.0	32.7	--	--	0.2	8.1

## DIRECT GENERAL EXPENDITURE, 1978-79

Level	Total (millions)	Per Capita \$	Percentage Distribution by Function				
			Education	Highways	Public Welfare**	Health & Hospitals	All Other
U.S. State & Local	\$326,024.3	\$1,481	36.6%	8.7%	12.4%	8.7%	33.6%
Regional State & Local	24,046.6	1,405	38.5	13.3	10.9	8.7	28.6
State & Local-- MN	6,703.4	1,651	35.8	11.5	14.1	7.7	30.9
State	2,468.2	608	28.4	14.8	20.4	10.6	25.8
Local	4,235.2	1,043	40.1	9.6	10.4	6.1	33.9
County	1,095.1	270	--	20.3	38.5	11.9	29.3
Municipal	1,067.1	263	--	14.3	1.8	9.0	74.8

## MINNESOTA STATE-LOCAL GENERAL EXPENDITURES--FEDERAL, STATE, AND LOCAL SHARE OF FINANCES, 1978-79

	State-Local General Expenditures From ALL Sources				State-Local General Expenditures From OWN Sources		
	Total (millions)	Percent Financed by			Total (millions)	State Percent	U.S.Rank
		Federal	State	Local			
General	\$6,703.4	21.3%	50.5%	28.2%	\$5,276.2	64.2%	17
Local Education	2,036.2	5.8	56.3	37.9	1,918.1	59.7	18
Public Welfare	926.1	53.5	27.1	19.3	430.2	58.3	45
Health & Hospitals	519.3	6.1	45.9	48.0	487.7	48.9	30
Highways	772.8	18.1	41.5	40.4	632.6	50.7	43

## PROPERTY TAX RELIEF AND REFORM

Homestead Exemption or Credit: State funded homestead credit for 66% of property taxes up to a maximum credit of \$385 if located in a qualified municipality. Smaller credit if living in a non-qualified municipality.

Circuit Breaker: All homeowners and renters eligible for income adjusted credit up to a maximum payment of \$650, less amount received under homestead credit.

Classified Property Tax: Numerous classes, including seven classes of residential property.

Local Revenue Diversification: One percent sales tax in Duluth. Widespread use of hotel-motel occupancy taxes.

School Aid Program: Basic support program is foundation type with aid equal to per pupil foundation level minus uniform equalized mill rate. Students from AFDC families receive additional weighting. Additional funds for districts with handicapped or non-English speaking students.

State-Local Shared Revenues: In addition to homestead credit, state general aids include payments to counties, municipalities, and townships according to formula of (levy limit + general aids) - (10 equalized mills) or last year's aids plus a minimum per capita increase. Other payments to taconite producing areas. Total general local support was \$350.1 million in 1979.

## STATE AND LOCAL TAXES WITH AN INITIAL IMPACT ON BUSINESS AS A PERCENT OF STATE PERSONAL INCOME SELECTED YEARS, 1957-77

	1977	1967	1962	1957
With Unemployment Compensation Taxes	4.41	4.37	4.53	4.13
As Percent of U.S. Average	96	111	109	119
Without Unemployment Compensation Taxes	3.85	3.94	4.17	3.86
As Percent of U.S. Average	97	115	119	127
Business Share of Total State-Local Taxes Without Unemployment Comp.	26.2	32.6	35.9	39.7

## NOTES

\*Average income of family with FHA insured mortgage living in SMSA with state's most populous city. Property taxes are SMSA average.

\*\* Includes Medicaid.

## TRENDS—MISSISSIPPI STATE AND LOCAL REVENUES AND EXPENDITURES AS A PERCENTAGE OF STATE PERSONAL INCOME, SELECTED YEARS 1942-80

State and Local Revenues and Expenditures	1980 Amount (millions)	As a Percentage of Personal Income						
		1980	U.S. Average	1977	1972	1967	1957	1942
General Revenue	\$382,321.6	19.8%	100%	20.8%	19.5%	15.7%	10.9%	8.5%
—U.S. State and Local								
General Revenue— MS	3,462.9	23.1	117	23.5	23.3	20.0	16.4	9.7
Federal Aid	1,073.5	7.2	167	6.6	6.4	5.1	2.8	1.3
Total Own Source Revenue	2,389.5	15.9	103	16.8	16.9	14.9	13.6	8.4
Property Tax	354.3	2.4	69	2.6	2.8	3.1	3.0	3.1
Income Tax	214.7	1.4	48	1.7	1.2	0.7	0.9	0.5
General Sales Tax	671.1	4.5	167	4.5	4.5	3.4	2.8	1.0
Other Taxes	389.6	2.6	104	3.1	3.9	3.9	4.3	2.9
Charges & Miscellaneous	759.9	5.1	131	5.0	4.5	3.8	2.5	1.0
Direct General Expenditure								
—U.S. State and Local	\$367,339.9	19.0	100%	20.0	19.7	16.1	11.6	7.5
Direct Gen. Expenditure— MS	3,412.2	22.7	119	22.9	22.7	20.1	15.5	7.6
Education	1,264.7	8.4	122	8.6	8.3	8.0	5.2	2.2
Public Welfare**	393.0	2.6	108	2.1	3.0	2.1	1.8	0.5
Highways	492.8	3.3	194	3.5	3.9	4.0	4.0	2.1
Health & Hospitals	433.8	2.9	171	2.7	2.2	1.5	1.1	0.4

## MISSISSIPPI TAX BURDENS AND DEBT

Direct Taxes as a Percentage of City Average Family Income,* 1980	State Sales Tax Rates, 1981	1979 Tax Wealth	71
Federal Personal	General Sales 5%	1979 Tax Effort	96
Income Tax 11.3	Food Exemption No	Per Capita State and Local Debt Outstanding 1978-79	
Social Security Tax 6.1	Cigarettes (pack) \$.11		
Local Property Tax 1.9	Gasoline (gallon) \$.09		
State-Local Personal	Effective Property Tax Rate, FHA Insured Mortgage, '80:0.93%	As Percent of U.S. Average	
Income Tax 1.2		Long Term \$ 823	62
State-Local General	Effective State Personal Income Tax Rates, by Income	Full Faith 608	92
Sales Tax 1.7	Level of 4 Person Family, 1980	Nonguaranteed 215	32
Total 22.2	\$10,000: — \$17,500: 0.3%	Short Term 9	17
As a Percent of U.S.	\$25,000: 1.2% \$50,000: 2.3%	Total 832	60
Median 93			
Average Family Income* 24,567			

## MISSISSIPPI STATE-LOCAL EMPLOYMENT AND SALARIES

	Number of Full-Time Equivalent Employees, 1979-80	Total Salaries as a Percent of State Personal Income, 1979-80	Average Salary Per Full-Time Employee, 1979-80	U.S. Average Salary Per Full-Time Employee, 1979-80
State	39,973	3.3%	\$12,624	\$16,476
Counties	20,234	1.3	9,372	14,136
Municipalities	17,660	1.2	10,500	16,428
Townships	—	—	—	16,284
Ind. School Dist.	50,623	3.8	11,556	16,308
Special Districts	1,061	0.1	10,056	16,332
Total State & Local	129,551	9.7	11,388	16,044

## STATE REVENUE AND EXPENDITURE LIMITS

No limits.

## LOCAL REVENUE AND EXPENDITURE LIMITS

## Levy Limits (Statutory, 1980)

Increases in local property levies limited to 10% per year till 1983, with a limit of 6% in the following years.

## Specific Rate Limits (Statutory, 1950, 1958)

Counties limited to 6-8 mills, municipalities limited to 15 mills, school districts to 25 miles plus an additional 3 mills with voter approval. Debt service excluded from rate limits.

## GENERAL REVENUE, 1978-79

Level	Total (millions)	Per Capita	Percentage Distribution by Source						
			Federal Aid	State Aid	Property Tax	Gen.Sales Tax	Income Tax	Other Tax	Charges & Misc.
U.S. State & Local	\$343,278.4	\$1,560	21.9%	N.A.	18.9%	13.6%	14.3%	13.1%	18.2%
Regional State & Local	65,746.5	1,318	24.7	N.A.	12.8	15.7	10.6	16.1	20.1
State & Local-- MS	3,119.3	1,284	28.9	N.A.	10.7	19.3	8.1	11.4	21.6
State	2,217.3	913	34.0	N.A.	0.2	27.2	11.4	15.2	11.2
Local	1,692.7	697	8.7	45.6	19.5	—	—	1.2	25.1
County	535.0	220	10.4	24.0	22.3	—	—	1.3	41.7
Municipal	366.5	151	17.1	27.4	18.4	—	—	3.5	32.1
Ind. School Dist.	770.2	317	2.8	70.2	17.7	—	—	—	9.3

## DIRECT GENERAL EXPENDITURE, 1978-79

Level	Total (millions)	Per Capita	Percentage Distribution by Function				
			Education	Highways	Public Welfare**	Health & Hospitals	All Other
U.S. State & Local	\$326,024.0	\$1,481	36.6%	8.7%	12.4%	8.7%	33.6%
Regional State & Local	63,691.5	1,277	37.4	11.4	9.4	11.0	30.8
State & Local-- MS	3,026.6	1,246	38.1	12.8	11.9	12.7	24.5
State	1,402.0	577	25.8	15.0	25.1	10.5	23.6
Local	1,624.6	669	48.8	10.9	0.5	14.6	25.2
County	485.3	200	—	27.4	1.1	41.1	30.4
Municipal	319.2	131	—	13.7	0.8	12.0	73.6

## MISSISSIPPI STATE-LOCAL GENERAL EXPENDITURES--FEDERAL, STATE, AND LOCAL SHARE OF FINANCES, 1978-79

	State-Local General Expenditures From ALL Sources				State-Local General Expenditures From OWN Sources		
	Total (millions)	Percent Financed by			Total (millions)	State Financed Percent	U.S.Rank
		Federal	State	Local			
General	\$3,027.8	29.7%	46.2%	24.1%	\$2,127.2	65.7%	12
Local Education	709.3	23.6	53.1	23.3	541.6	69.5	9
Public Welfare	358.6	66.0	29.7	4.2	122.0	87.5	29
Health & Hospitals	384.6	7.7	33.3	59.0	354.8	36.1	45
Highways	387.4	23.0	53.5	23.5	298.4	69.5	23

## PROPERTY TAX RELIEF AND REFORM

Homestead Exemption or Credit: All homeowners receive a \$5,000 exemption for state property taxes and some local taxes. Elderly or disabled homeowners receive \$5,000 exemption for all property taxes.

Circuit Breaker: No.

Classified Property Tax: No.

Local Revenue Diversification: Extensive use of charges.

School Aid Program: Basic support program provides aid according to the number of teacher units with extra weighting for handicapped or compensatory education. Local share is determined by local tax wealth index with minimum state share of 40%.

State-Local Shared Revenues: Major program is the distribution of 19% of state sales tax receipts to cities where the revenues originated. Total general local support in 1979 was \$103.8 million.

STATE AND LOCAL TAXES WITH AN INITIAL IMPACT ON BUSINESS AS A PERCENT OF STATE PERSONAL INCOME  
SELECTED YEARS, 1957-77

	1977	1967	1962	1957
With Unemployment Compensation Taxes As Percent of U.S. Average	4.22	4.07	5.00	4.54
	92	104	121	131
Without Unemployment Compensation Taxes As Percent of U.S. Average	3.74	3.78	4.48	4.16
	94	110	128	137

	1977	1967	1962	1957
Business Share of Total State-Local Taxes Without Un- employment Comp.	31.7	34.0	38.5	37.6

## NOTES

\*Average income of family with FHA insured mortgage living in SMSA with state's most populous city. Property taxes are SMSA average.  
\*\* Includes Medicaid.

## TRENDS--MISSOURI STATE AND LOCAL REVENUES AND EXPENDITURES AS A PERCENTAGE OF STATE PERSONAL INCOME, SELECTED YEARS 1942-80

State and Local Revenues and Expenditures	1980 Amount (millions)	As a Percentage of Personal Income						
		1980	U.S. Average	1977	1972	1967	1957	1942
General Revenue	\$382,321.6	19.8%	100%	20.8%	19.5%	15.7%	10.9%	8.5%
--U.S. State and Local								
General Revenue-- MO	6,588.1	16.4	83	17.1	16.7	14.1	9.2	7.5
Federal Aid	1,655.6	4.1	95	4.1	3.3	2.6	1.5	0.9
Total Own Source Revenue	4,932.5	12.3	79	13.0	13.4	11.5	7.7	6.6
Property Tax	1,058.1	2.6	74	3.3	4.0	3.8	3.0	3.0
Income Tax	849.7	2.1	72	2.0	2.0	1.2	0.6	0.2
General Sales Tax	1,024.1	2.6	96	2.6	2.2	2.0	1.2	1.0
Other Taxes	802.4	2.0	80	2.4	2.6	2.3	1.9	1.8
Charges & Miscellaneous	1,198.2	2.9	74	2.7	2.6	2.2	1.1	0.6
Direct General Expenditure								
--U.S. State and Local	\$367,339.9	19.0	100%	20.0	19.7	16.1	11.6	7.5
Direct Gen. Expenditure-- MO	6,294.6	15.7	83	15.8	17.1	14.2	9.8	6.6
Education	2,324.9	5.8	84	6.3	7.0	6.0	3.4	1.9
Public Welfare**	659.3	1.6	67	1.6	1.8	1.4	1.5	1.1
Highways	701.4	1.7	100	1.8	2.1	2.2	1.8	1.0
Health & Hospitals	669.8	1.7	100	1.6	1.3	1.0	0.7	0.4

## MISSOURI TAX BURDENS AND DEBT

Direct Taxes as a Percentage of City Average Family Income,* 1980		State Sales Tax Rates, 1981	1979 Tax Wealth	95
Federal Personal		General Sales 3.125% + Local	1979 Tax Effort	83
Income Tax	10.1	Food Exemption No	<u>Per Capita State and Local Debt Outstanding 1978-79</u>	
Social Security Tax	6.1	Cigarettes (pack) \$.09		
Local Property Tax	2.0	Gasoline (gallon) \$.07		
State-Local Personal		Effective Property Tax Rate, FHA Insured Mortgage, '80:1.00%		As Percent of U.S. Average
Income Tax	2.8		Long Term	\$ 674
State-Local General		Effective State Personal Income Tax Rates, by Income	Full Faith	278
Sales Tax	1.4	Level of 4 Person Family, 1980	Nonguaranteed	396
Total	22.4	\$10,000: 0.6% \$17,500: 1.2%	Short Term	23
As a Percent of U.S.		\$25,000: 2.1% \$50,000: 2.8%	Total	698
Median	94			51
Average Family Income*	21,592			

## MISSOURI STATE-LOCAL EMPLOYMENT AND SALARIES

	Number of Full-Time Equivalent Employees, 1979-80	Total Salaries as a Percent of State Personal Income, 1979-80	Average Salary Per Full-Time Employee, 1979-80	U.S. Average Salary Per Full-Time Employee, 1979-80
State	65,268	2.4%	\$14,772	\$16,476
Counties	18,478	0.5	11,256	14,136
Municipalities	41,325	1.4	14,124	16,428
Townships	293	z	9,132	16,284
Ind. School Dist.	93,264	3.0	13,236	16,308
Special Districts	10,078	0.4	14,976	16,332
Total State & Local	228,706	7.8	13,740	16,044

## STATE REVENUE AND EXPENDITURE LIMITS

Revenue Limitation (Constitutional, 1980)  
State revenues, excluding debt service and federal aid, are limited to the prior year ratio of revenues to personal income. Revenues exceeding limit by 1% or more must be used for tax relief. Governor and 2/3 vote of legislature may declare an emergency to exceed limit.

## LOCAL REVENUE AND EXPENDITURE LIMITS

Levy Limit (Constitutional, 1978, 1980)  
Property tax levies, excluding new construction are limited to rise in general price level. In general, no tax, license, or fee may be enacted or increased without voter approval if that action would result in greater revenue than would result from growth in the revenue base. A 1978 referendum gave the legislature the power to reduce rates after reassessment. Rate limits.



## STATE: MISSOURI

REGION: PLAINS

## GENERAL REVENUE, 1978-79

Level	Total (millions)	Per Capita	Percentage Distribution by Source						
			Federal Aid	State Aid	Property Tax	Gen.Sales Tax	Income Tax	Other Tax	Charges & Misc.
U.S. State & Local	\$343,278.4	\$1,560	21.9%	N.A.	18.9%	13.6%	14.3%	13.1%	18.2%
Regional State & Local	25,354.0	1,481	20.5	N.A.	20.2	11.7	15.2	12.5	20.1
State & Local-- MO	5,906.0	1,213	23.3	N.A.	16.9	16.6	13.0	13.3	16.9
State	3,292.8	677	28.7	N.A.	0.1	23.8	20.2	17.0	10.2
Local	3,464.2	712	12.5	24.5	28.7	5.7	2.9	6.6	19.1
County	484.0	99	13.3	8.6	32.0	14.6	—	5.4	25.4
Municipal	1,211.3	249	19.6	8.5	10.3	10.3	8.4	16.7	22.3
Ind. School Dist.	1,677.3	345	2.9	41.5	39.0	—	—	—	10.4

## DIRECT GENERAL EXPENDITURE, 1978-79

Level	Total (millions)	Per Capita	Percentage Distribution by Function				
			Education	Highways	Public Welfare**	Health & Hospitals	All Other
U.S. State & Local	\$326,024.0	\$1,481	36.6%	8.7%	12.4%	8.7%	33.6%
Regional State & Local	24,046.6	1,405	38.5	13.3	10.9	8.7	28.6
State & Local-- MO	5,494.5	1,129	37.5	11.9	10.2	10.6	29.7
State	2,201.7	452	21.3	20.1	24.9	12.5	21.2
Local	3,292.8	677	48.4	6.5	0.3	9.4	35.5
County	395.0	81	—	16.4	1.2	30.1	52.2
Municipal	1,091.5	224	—	12.3	0.6	13.3	73.8

## MISSOURI STATE-LOCAL GENERAL EXPENDITURES—FEDERAL, STATE, AND LOCAL SHARE OF FINANCES, 1978-79

	State-Local General Expenditures From ALL Sources			State-Local General Expenditures From OWN Sources			
	Total (millions)	Percent Financed by			Total (millions)	State Financed Percent	U.S.Rank
		Federal	State	Local			
General	\$5,494.5	25.1%	39.0%	36.0%	\$4,117.3	52.0%	42
Local Education	1,596.2	9.7	35.6	54.6	1,440.7	39.4	40
Public Welfare	539.5	59.2	40.8	—	212.3	100.0	1(Tie)
Health & Hospitals	585.1	8.1	44.6	47.3	537.5	48.5	32
Highways	655.4	28.3	47.3	24.5	470.1	65.9	28

## PROPERTY TAX RELIEF AND REFORM

Homestead Exemption or Credit: No.

Circuit Breaker: Elderly renters and homeowners eligible for income tax credit based on property taxes or share of rent up to \$500. Income ceiling of \$9,500 in 1981.

Classified Property Tax: No.

Local Revenue Diversification: Incorporated municipalities may levy up to a 1% sales tax; 332 cities do so with an additional .5% transit tax in Kansas City, St. Louis City, and St. Louis County. Kansas City and St. Louis also levy a 1% payroll tax. Cigarette tax in 104 cities and 2 counties.

School Aid Program: Mixed foundation—guaranteed tax base type formula. District receives foundation amount less required local effort. Additional aid for poorer districts. Orphans and students from AFDC families receive extra weight in formula. Additional aid to districts with handicapped students.

State-Local Shared Revenues: Share of financial institutions tax distributed to localities. Total general local support was \$6.6 million in 1979.

## STATE AND LOCAL TAXES WITH AN INITIAL IMPACT ON BUSINESS AS A PERCENT OF STATE PERSONAL INCOME SELECTED YEARS, 1957-77

	1977	1967	1962	1957
With Unemployment Compensation Taxes	3.77	2.91	2.90	2.47
As Percent of U.S. Average	82	74	70	71
Without Unemployment Compensation Taxes	3.17	2.62	2.48	2.14
As Percent of U.S. Average	80	76	71	71
Business Share of Total State-Local Taxes Without Unemployment Comp.	30.9	28.1	30.0	32.3

## NOTES

\*Average income of family with FHA insured mortgage living in SMSA with state's most populous city. Property taxes are SMSA average.

\*\* Includes Medicaid.



## TRENDS--MONTANA STATE AND LOCAL REVENUES AND EXPENDITURES AS A PERCENTAGE OF STATE PERSONAL INCOME, SELECTED YEARS 1942-80

State and Local Revenues and Expenditures	1980 Amount (millions)	As a Percentage of Personal Income						
		1980	U.S. Average	1977	1972	1967	1957	1942
General Revenue	\$382,321.6	19.8%	100%	20.8%	19.5%	15.7%	10.9%	8.5%
—U.S. State and Local								
General Revenue— MT	1,500.8	24.8	125	25.1	24.6	19.6	14.5	11.4
Federal Aid	433.9	7.2	167	7.3	6.5	4.9	2.6	1.4
Total Own Source Revenue	1,066.9	17.7	114	17.8	18.1	14.8	11.9	10.0
Property Tax	358.3	5.9	169	6.4	7.4	6.4	5.7	5.7
Income Tax	180.6	3.0	103	3.2	3.1	1.7	0.8	0.5
General Sales Tax	—	—	—	—	—	—	—	—
Other Taxes	247.9	4.1	164	4.0	4.1	3.4	3.3	2.1
Charges & Miscellaneous	280.2	4.6	118	4.2	3.5	3.2	2.1	1.7
Direct General Expenditure								
—U.S. State and Local	\$367,339.9	19.0	100%	20.0	19.7	16.1	11.6	7.5
Direct Gen. Expenditure— MT	1,392.0	23.0	121	24.4	23.0	19.4	14.8	10.4
Education	544.2	9.0	130	9.6	9.3	7.8	5.3	8.0
Public Welfare**	107.8	1.8	75	1.9	1.7	1.1	1.1	1.6
Highways	244.5	4.0	235	4.6	5.4	5.2	4.2	2.6
Health & Hospitals	75.8	1.3	76	1.4	0.9	0.8	0.7	0.4

## MONTANA TAX BURDENS AND DEBT

Direct Taxes as a Percentage of City Average Family Income,* 1980		State Sales Tax Rates, 1981	1979 Tax Wealth	111
Federal Personal		General Sales	1979 Tax Effort	88
Income Tax	9.9	Food Exemption		
Social Security Tax	6.1	Cigarettes (pack)	Per Capita State and Local Debt Outstanding 1978-79	
Local Property Tax	2.9	Gasoline (gallon)		
State-Local Personal		Effective Property Tax Rate, FHA Insured Mortgage, '80:1.11%	As Percent of U.S. Average	
Income Tax	2.3	Effective State Personal Income Tax Rates, by Income	Long Term	\$ 870
State-Local General		Level of 4 Person Family, 1980	Full Faith	213
Sales Tax	—	\$10,000: 1.2% \$17,500: 1.5%	Nonguaranteed	657
Total	21.2	\$25,000: 2.9% \$50,000: 4.6%	Short Term	10
As a Percent of U.S.			Total	881
Median	89			64
Average Family Income*	21,045			

## MONTANA STATE-LOCAL EMPLOYMENT AND SALARIES

	Number of Full-Time Equivalent Employees, 1979-80	Total Salaries as a Percent of State Personal Income, 1979-80	Average Salary Per Full-Time Employee, 1979-80	U.S. Average Salary Per Full-Time Employee, 1979-80
State	15,639	4.2%	\$16,020	\$16,476
Counties	6,042	1.2	11,952	14,136
Municipalities	4,183	1.0	14,472	16,428
Townships	—	—	—	16,284
Ind. School Dist.	17,205	4.4	15,120	16,308
Special Districts	663	0.1	11,268	16,332
Total State & Local	43,732	10.9	14,892	16,044

## STATE REVENUE AND EXPENDITURE LIMITS

Individual Income Tax Indexation (Statutory, 1980) Initiative 86, approved by voters in November 1980, indexed brackets, personal exemptions, standard deductions, and minimum filing requirement to yearly increase in the Consumer Price Index.

## LOCAL REVENUE AND EXPENDITURE LIMITS

Full Disclosure (Statutory, 1974, amended 1979.) Local governing body must hold an advertised public meeting before voting to increase the tax levy to an amount greater than raised in the previous year.

Specific Rate Limits (Statutory, 1947, subsequently amended) Counties: 25 to 27 mills, municipalities: 65 mills, schools: 15 mills. Debt service excluded. Vote necessary to exceed.





STATE: MONTANA

REGION: ROCKY MOUNTAIN

## GENERAL REVENUE, 1978-79

## Percentage Distribution by Source

Level	Total (millions)	Per Capita \$1,560	Percentage Distribution by Source						
			Federal Aid 21.9%	State Aid N.A.	Property Tax 18.9%	Gen.Sales Tax 13.6%	Income Tax 14.3%	Other Tax 13.1%	Charges & Misc. 18.2%
U.S. State & Local	\$343,278.4	\$1,560							
Regional State & Local	10,189.7	1,623	22.4	N.A.	19.6	14.2	11.7	11.3	20.9
State & Local-- MT	1,305.3	1,661	27.7	N.A.	24.6	--	13.6	16.0	18.1
State	810.8	1,032	36.3	N.A.	3.1	--	21.9	24.4	13.5
Local	690.5	879	9.7	27.5	42.9	--	--	1.6	18.3
County	249.5	317	8.6	11.9	60.5	--	--	2.2	16.1
Municipal	149.2	190	19.3	9.2	29.6	--	--	3.8	37.1
Ind. School Dist.	363.7	463	4.1	40.2	27.1	--	--	--	5.8

## DIRECT GENERAL EXPENDITURE, 1978-79

## Percentage Distribution by Function

Level	Total (millions)	Per Capita \$1,481	Percentage Distribution by Function				
			Education 36.6%	Highways 8.7%	Public Welfare** 12.4%	Health & Hospitals 8.7%	All Other 33.6%
U.S. State & Local	\$326,024.0	\$1,481					
Regional State & Local	9,408.3	1,498	42.4	11.4	8.5	8.1	29.6
State & Local-- MT	1,254.8	1,596	38.6	15.6	7.7	7.3	30.7
State	541.8	689	22.1	23.0	15.7	9.1	30.0
Local	713.0	907	51.1	10.0	1.7	6.0	31.1
County	162.3	206	0.9	22.7	7.0	6.4	63.1
Municipal	167.5	213	0.1	20.5	0.3	15.6	63.6

## MONTANA STATE-LOCAL GENERAL EXPENDITURES--FEDERAL, STATE, AND LOCAL SHARE OF FINANCES, 1978-79

	State-Local General Expenditures From ALL Sources				State-Local General Expenditures From OWN Sources		
	Total (millions)	Percent Financed by			Total (millions)	State Percent 52.5%	U.S.Rank 41
		Federal 28.8%	State 37.4%	Local 33.8%			
General	\$1,255.5				\$894.1		
Local Education	344.2	8.4	51.5	40.1	315.2	56.2	21
Public Welfare	97.3	71.7	11.5	16.8	27.5	40.7	50
Health & Hospitals	92.2	13.9	43.2	42.9	79.4	50.1	29
Highways	195.8	39.5	28.0	32.5	118.5	46.3	47

## PROPERTY TAX RELIEF AND REFORM

**Homestead Exemption or Credit:** Widows or widowers with dependent children, or 62 years old or more, have a homestead exemption of up to 90% of the first \$35,000 of value, with the percentage varying with adjusted gross income.

**Circuit Breaker:** No, homestead exemption has circuit breaker features.

**Classified Property Tax:** Eighteen classes of property, with assessment ratios ranging from 2.4% to 100% of value.

**Local Revenue Diversification:** Counties, with voter approval, may impose a two cent per gallon motor fuels tax.

**School Aid Program:** Basic support program is foundation type with aid distributed according to the number of students and teachers, adjusted for school size. Additional funds for districts with handicapped students. State aid is partially funded through severance taxes and federal royalties. Local share is state mandated mill rate.

**State-Local Shared Revenues:** Portion of coal severance tax distributed to counties according to coal production. Total support was \$10.8 million in '79.

## STATE AND LOCAL TAXES WITH AN INITIAL IMPACT ON BUSINESS AS A PERCENT OF STATE PERSONAL INCOME SELECTED YEARS, 1957-77

	1977	1967	1962	1957
With Unemployment Compensation Taxes As Percent of U.S. Average	5.72	4.45	5.00	4.14
Without Unemployment Compensation Taxes As Percent of U.S. Average	125	113	121	120
Business Share of Total State-Local Taxes Without Un- employment Comp.	38.1	35.9	37.4	38.8

## NOTES

In 1979, Montana had severance tax revenues of \$53.9 million, with an additional \$19.2 million in rents and royalties. In 1980, severance tax receipts alone were \$94.6 million.

\*Average income of family with FHA insured mortgage living in SMSA with state's most populous city. Property taxes are SMSA average.

\*\* Includes Medicaid.



## TRENDS--NEBRASKA STATE AND LOCAL REVENUES AND EXPENDITURES AS A PERCENTAGE OF STATE PERSONAL INCOME, SELECTED YEARS 1942-80

State and Local Revenues and Expenditures	1980 Amount (millions)	As a Percentage of Personal Income						
		1980	U.S. Average	1977	1972	1967	1957	1942
General Revenue	\$382,321.6	19.8%	100%	20.8%	19.5%	15.7%	10.9%	8.5%
--U.S. State and Local								
General Revenue-- NE	2,626.7	19.2	97	21.2	18.4	15.2	10.6	8.5
Federal Aid	472.0	3.5	82	3.9	2.9	2.8	1.3	1.0
Total Own Source Revenue	2,154.7	15.8	102	17.4	15.5	12.4	9.3	7.5
Property Tax	629.0	4.6	131	6.0	5.9	6.7	5.3	4.4
Income Tax	293.4	2.1	72	2.2	1.1	--	--	--
General Sales Tax	316.8	2.3	85	2.3	1.8	--	--	--
Other Taxes	273.0	2.0	80	2.3	2.8	2.6	2.3	2.0
Charges & Miscellaneous	642.4	4.7	121	4.5	3.9	3.1	1.7	1.1
Direct General Expenditure								
--U.S. State and Local	\$367,339.9	19.0	100%	20.0	19.7	16.1	11.6	7.5
Direct Gen. Expenditure-- NE	2,424.6	17.7	93	19.7	17.6	15.5	10.1	7.7
Education	972.9	7.1	102	8.3	7.5	6.3	4.3	2.4
Public Welfare**	191.0	1.4	58	1.5	1.5	0.9	0.8	1.1
Highways	359.7	2.6	153	2.7	3.0	3.4	2.8	1.8
Health & Hospitals	224.6	1.6	94	1.7	1.2	1.1	0.8	0.3

## NEBRASKA TAX BURDENS AND DEBT

Direct Taxes as a Percentage of City Average Family Income,* 1980	State Sales Tax Rates, 1981	1979 Tax Wealth	96
Federal Personal	General Sales 3%	1979 Tax Effort	98
Income Tax 10.1	Food Exemption Tax Credit	Per Capita State and Local Debt Outstanding 1978-79	
Social Security Tax 6.1	Cigarettes (pack) \$.14	As Percent of U.S. Average	
Local Property Tax 4.5	Gasoline (gallon) \$.139	Long Term \$ 2,612	197
State-Local Personal Income Tax 1.0	Effective Property Tax Rate, FHA Insured Mortgage, '80:2.37%	Full Faith 407	62
State-Local General Sales Tax 1.5	Effective State Personal Income Tax Rates, by Income Level of 4 Person Family, 1980	Nonguaranteed 2,205	330
Total 23.2	\$10,000: -0.6% \$17,500: 0.8%	Short Term 112	209
As a Percent of U.S. Median 97	\$25,000: 1.3% \$50,000: 2.8%	Total 2,725	197
Average Family Income* 21,583			

## NEBRASKA STATE-LOCAL EMPLOYMENT AND SALARIES

	Number of Full-Time Equivalent Employees, 1979-80	Total Salaries as a Percent of State Personal Income, 1979-80	Average Salary Per Full-Time Employee, 1979-80	U.S. Average Salary Per Full-Time Employee, 1979-80
State	28,211	3.0%	\$13,812	\$16,476
Counties	11,559	0.9	10,764	14,136
Municipalities	12,762	1.5	15,300	16,428
Townships	361	0.0	12,084	16,284
Ind. School Dist.	32,061	3.5	14,436	16,308
Special Districts	7,628	1.1	18,912	16,332
Total State & Local	92,582	10.0	14,292	16,044

## STATE REVENUE AND EXPENDITURE LIMITS

No limits.

## LOCAL REVENUE AND EXPENDITURE LIMITS

Overall Revenue Limit (Statutory, 1979)  
Through 1984, no local government can adopt a budget showing anticipated revenues more than 7% higher than the amount received in the previous year. Further increases allowed for population increases in excess of 5%. The limit may be overridden in time of emergency or by referendum. Specific Rate Limits: (Statutory) Limits on most local govt.

## GENERAL REVENUE, 1978-79

Level	Total (millions)	Per Capita \$1,560	Percentage Distribution by Source						
			Federal Aid 21.9%	State Aid N.A.	Property Tax 18.9%	Gen.Sales Tax 13.6%	Income Tax 14.3%	Other Tax 13.1%	Charges & Misc. 18.2%
U.S. State & Local	\$343,278.4	\$1,560	21.9%	N.A.	18.9%	13.6%	14.3%	13.1%	18.2%
Regional State & Local	25,354.0	1,481	20.5	N.A.	20.2	11.7	15.2	12.5	20.1
State & Local-- NE	2,405.0	1,528	18.2	N.A.	25.5	11.8	10.7	10.6	23.2
State	1,264.1	803	25.2	N.A.	0.3	20.0	20.4	18.0	13.8
Local	1,465.8	931	8.1	20.3	41.5	2.2	—	1.8	26.1
County	283.0	180	8.7	26.7	33.4	0.3	—	4.3	25.3
Municipal	379.7	241	18.3	19.3	23.0	8.2	—	3.6	25.1
Ind. School Dist.	690.0	438	1.9	20.6	57.9	—	—	0.1	11.1

## DIRECT GENERAL EXPENDITURE, 1978-79

Level	Total (millions)	Per Capita \$1,481	Percentage Distribution by Function				
			Education 36.6%	Highways 8.7%	Public Welfare** 12.4%	Health & Hospitals 8.7%	All Other 33.6%
U.S. State & Local	\$326,024.0	\$1,481	36.6%	8.7%	12.4%	8.7%	33.6%
Regional State & Local	24,046.6	1,405	38.5	13.3	10.9	8.7	28.6
State & Local-- NE	2,223.3	1,413	40.5	14.1	8.0	9.3	28.0
State	836.8	532	30.6	18.2	19.4	10.0	21.7
Local	1,386.5	881	46.5	11.6	1.1	8.9	31.9
County	254.1	161	0.5	31.6	5.0	22.6	40.2
Municipal	355.0	226	—	21.1	0.6	5.9	72.3

## NEBRASKA STATE-LOCAL GENERAL EXPENDITURES-- FEDERAL, STATE, AND LOCAL SHARE OF FINANCES, 1978-79

	State-Local General Expenditures From ALL Sources				State-Local General Expenditures From OWN Sources		
	Total (millions)	Percent Financed by			Total (millions)	State Financed Percent	U.S.Rank
		Federal	State	Local			
General	\$2,224.0	19.7%	39.0%	41.3%	\$1,786.2	48.6%	48
Local Education	606.7	7.4	16.3	76.3	562.0	17.7	49
Public Welfare	182.4	55.1	35.1	9.8	81.9	78.3	36
Health & Hospitals	207.4	13.3	38.7	48.0	179.8	44.6	37
Highways	314.2	17.4	51.5	31.0	259.5	62.4	31

## PROPERTY TAX RELIEF AND REFORM

Homestead Exemption or Credit: Income adjusted homestead exemption for elderly homeowners with income ceiling of \$10,400 for two spouses. Exemption varies between 100% and 20% of the first \$35,000 of valuation. State reimbursement.

Circuit Breaker: Homestead exemption has circuit breaker features.

Classified Property Tax: No.

Local Revenue Diversification: Incorporated municipalities may levy a sales tax of .5% or 1%. Metropolitan cities may levy a tax up to 1.5%. Six cities have a 1% tax; Omaha has a 1.5% tax.

School Aid Program: Basic support program is foundation type with aid equal to foundation level net of the required local effort. Gifted and culturally deprived students receive additional weighting in formula.

State-Local Shared Revenues: Major programs include compensation for homestead and personal property exemptions, and various payments on the basis of population, taxable value, and tax levies. Total general local support was \$101.8 million in 1979.

## STATE AND LOCAL TAXES WITH AN INITIAL IMPACT ON BUSINESS AS A PERCENT OF STATE PERSONAL INCOME SELECTED YEARS, 1957-77

	1977	1967	1962	1957
With Unemployment Compensation Taxes As Percent of U.S. Average	3.11	2.03	2.13	1.97
68	52	51	57	
Without Unemployment Compensation Taxes As Percent of U.S. Average	2.66	1.84	1.87	1.78
67	54	53	59	
Business Share of Total State-Local Taxes Without Un- employment Comp.	20.8	19.8	21.5	23.2

## NOTES:

\*Average income of family with FHA insured mortgage living in SMSA with state's most populous city. Property taxes are SMSA average.

\*\* Includes Medicaid.

## TRENDS--NEVADA STATE AND LOCAL REVENUES AND EXPENDITURES AS A PERCENTAGE OF STATE PERSONAL INCOME, SELECTED YEARS 1942-80

State and Local Revenues and Expenditures	1980 Amount (millions)	As a Percentage of Personal Income						
		As Percent of						
	1980	U.S. Average	1977	1972	1967	1957	1942	
General Revenue	\$382,321.6	19.8%	100%	20.8%	19.5%	15.7%	9.5%	
--U.S. State and Local								
General Revenue-- NV	1,449.2	19.6	99	21.3	21.0	19.5	14.6	
Federal Aid	302.1	4.1	95	4.0	3.7	4.7	2.5	
Total Own Source Revenue	1,147.1	15.5	100	17.3	17.3	14.8	12.0	
Property Tax	204.5	2.8	80	4.2	4.4	4.4	3.4	
Income Tax	--	--	--	--	--	--	--	
General Sales Tax	211.8	2.9	107	3.1	2.8	1.6	1.5	
Other Taxes	360.6	4.9	196	5.7	5.7	5.1	4.4	
Charges & Miscellaneous	370.4	5.0	128	4.4	4.4	3.8	2.7	
Direct General Expenditure								
--U.S. State and Local	\$367,339.9	19.0	100%	20.0	19.7	16.1	11.6	
Direct Gen. Expenditure-- NV	1,491.9	20.2	106	21.0	21.9	20.6	14.9	
Education	459.5	6.2	90	6.7	7.2	6.5	3.9	
Public Welfare**	77.0	1.0	42	1.4	1.3	0.9	0.6	
Highways	188.3	2.6	152	2.5	3.0	4.3	3.6	
Health & Hospitals	142.0	1.9	111	2.3	1.8	1.7	1.3	

## NEVADA TAX BURDENS AND DEBT

Direct Taxes as a Percentage of City Average Family Income,* 1980	State Sales Tax Rates, 1981	1979 Tax Wealth	164
Federal Personal	General Sales 2.0%+local 3.75%	1979 Tax Effort	65
Income Tax 12.7	Food Exemption Yes	<u>Per Capita State and Local Debt Outstanding 1978-79</u>	
Social Security Tax 5.5	Cigarette (pack) \$.10	As Percent of U.S.	
Local Property Tax 2.6	Gasoline (gallon) \$.09	Amount	Average
State-Local Personal Income Tax --	Effective Property Tax Rate, FHA Insured Mortgage, '80:1.22%	Long Term \$ 1,452	109
State-Local General Sales Tax 0.8	Effective State Personal In- come Tax Rates, by Income	Full Faith 697	106
Total 21.6	Level of 4 Person Family, 1980	Nonguaranteed 755	113
As a Percent of U.S.	\$10,000: -- \$17,500: --	Short Term 5	9
Median 91	\$25,000: -- \$50,000: --	Total 1,457	105
Average Family Income* 28,670			

## NEVADA STATE-LOCAL EMPLOYMENT AND SALARIES

	Number of Full- Time Equivalent Employees, 1979-80	Total Salaries as a Percent of State Personal Income, 1979-80	Average Salary Per Full-Time Employee, 1979-80	U.S. Average Sal- ary Per Full-Time Employee, 1979-80
State	12,125	3.0%	\$17,976	\$16,476
Counties	10,117	2.3	16,476	14,136
Municipalities	4,967	1.2	17,490	16,428
Townships	--	--	--	16,284
Ind. School Dist.	12,142	2.7	16,704	16,308
Special Districts	653	0.1	15,396	16,332
Total State & Local	40,004	9.3	17,148	16,044

## STATE REVENUE AND EXPENDITURE LIMITS

Expenditure Limitation (Statutory, 1979)  
Percentage rise in executive budget requests limited to rise in inflation and population growth between 1975-77 biennium and the current year. The legislature is not similarly limited in its appropriations.

## LOCAL REVENUE AND EXPENDITURE LIMITS

Overall Rate Limits (Constitutional and Statutory, 1936) Limit of 5% of assessed value.  
General Expenditure Limit (Statutory, 1981)  
Increases in local government budgets, excluding school districts, limited to maximum based on state estimates of property and sales taxes. Property tax also has 4.5% limit on levy increases. Debt service excluded. Limits can be exceeded for emergencies & other reasons.

STATE: NEVADA

REGION: FAR WEST

## GENERAL REVENUE, 1978-79

Level	Total (millions)	Per Capita \$1,560	Percentage Distribution by Source					Other Tax	Charges & Misc.
			Federal Aid	State Aid	Property Tax	Gen.Sales Tax	Income Tax		
U.S. State & Local	\$343,278.4		21.9%	N.A.	18.9%	13.6%	14.3%	13.1%	18.2%
Regional State & Local	52,221.1	1,750	21.2	N.A.	16.1	16.8	15.5	11.1	19.2
State & Local-- NV	1,310.1	1,866	18.2	N.A.	19.0	15.6	—	25.8	21.5
State	726.9	1,035	24.7	N.A.	4.3	24.2	—	35.1	10.4
Local	805.9	1,148	7.3	26.5	27.0	3.5	—	10.2	25.6
County	359.9	513	4.9	7.4	24.5	7.6	—	15.0	36.1
Municipal	180.5	257	14.8	11.0	16.3	0.6	—	15.2	24.7
Ind. School Dist.	285.6	407	2.7	58.2	33.6	—	—	0.2	5.3

## DIRECT GENERAL EXPENDITURE, 1978-79

Level	Total (millions)	Per Capita \$1,481	Percentage Distribution by Function				
			Education	Highways	Public Welfare**	Health & Hospitals	All Other
U.S. State & Local	\$326,024.0		36.6%	8.7%	12.4%	8.7%	33.6%
Regional State & Local	49,522.3	1,659	35.7	6.1	14.5	7.9	35.8
State & Local-- NV	1,239.2	1,765	29.6	12.3	5.6	10.9	41.7
State	452.3	644	23.0	23.4	12.3	8.0	33.0
Local	786.9	1,121	33.4	5.9	1.7	12.5	46.6
County	311.9	444	—	8.4	4.3	29.4	58.0
Municipal	157.8	225	—	12.8	0.1	4.2	83.0

## NEVADA STATE-LOCAL GENERAL EXPENDITURES—FEDERAL, STATE, AND LOCAL SHARE OF FINANCES, 1978-79

	State-Local General Expenditures From ALL Sources				State-Local General Expenditures From OWN Sources		
	Total (millions)	Percent Financed by			Total (millions)	State Financed	
		Federal	State	Local		Percent	U.S.Rank
General	\$1,241.4	19.2%	37.1%	43.7%	\$1,003.4	45.9%	49
Local Education	266.1	4.8	34.0	61.2	253.4	35.7	43
Public Welfare	71.6	45.8	27.2	27.0	38.8	50.3	47
Health & Hospitals	134.6	8.6	20.5	70.9	123.0	22.4	50
Highways	152.2	39.1	34.4	26.5	92.7	56.4	37

## PROPERTY TAX RELIEF AND REFORM

Homestead Exemption or Credit: Exemption of \$1,000 for the property of widow and orphans, \$3,000 exemption for the totally blind.

Circuit Breaker: Individuals 62 years or older with household incomes below \$11,000 eligible for payment up to \$500.

Classified Property Tax: No.

Local Revenue Diversification: County sales and use tax, used to finance local school support and city-county relief raised from 1.5% to 3.75% until July, 1983. A county transit tax of .25% can be imposed with voter approval.

School Aid Program: Basic support program is foundation type with aid distribution determined by school enrollment weighted by teacher units and class size. The state sets the required local contribution. Additional weighting for handicapped students.

State-Local Shared Revenues: Portions of the cigarette and liquor excise taxes returned to the county of origin. Total payments for all general local support came to \$17.6 million in 1979.

## STATE AND LOCAL TAXES WITH AN INITIAL IMPACT ON BUSINESS AS A PERCENT OF STATE PERSONAL INCOME SELECTED YEARS, 1957-77

	1977	1967	1962	1957
With Unemployment Compensation Taxes As Percent of U.S. Average	5.33	4.78	4.79	4.33
Without Unemployment Compensation Taxes As Percent of U.S. Average	116	122	116	125
With Unemployment Compensation Taxes As Percent of U.S. Average	4.24	4.11	3.90	3.72
Without Unemployment Compensation Taxes As Percent of U.S. Average	107	120	111	123
Business Share of Total State-Local Taxes Without Un- employment Comp.	32.7	37.3	36.8	40.2

## NOTES

In 1979, total amusement selective sales and license tax receipts were \$149.3 million. In 1980, receipts were \$165.2 million.

\*Average income of family with FHA insured mortgage living in SMSA with state's most populous city. Property taxes are SMSA average.

\*\* Includes Medicaid.



## TRENDS--NEW HAMPSHIRE STATE AND LOCAL REVENUES AND EXPENDITURES AS A PERCENTAGE OF STATE PERSONAL INCOME, SELECTED YEARS 1942-80

State and Local Revenues and Expenditures	1980 Amount (millions)	As a Percentage of Personal Income						
		1980	U.S. Average	1977	1972	1967	1957	1942
General Revenue	\$382,321.6	19.8%	100%	20.8%	19.5%	15.7%	10.9%	8.5%
--U.S. State and Local								
General Revenue-- NH	1,220.9	16.5	83	17.8	17.8	13.7	10.5	10.2
Federal Aid	311.6	4.2	98	4.1	3.0	2.3	1.0	1.0
Total Own Source Revenue	909.3	12.3	79	13.7	14.8	11.4	9.5	9.3
Property Tax	415.0	5.6	160	6.6	7.3	5.9	5.1	5.0
Income Tax	73.3	1.0	34	0.8	0.8	0.1	0.1	0.2
General Sales Tax	—	—	—	—	—	—	—	—
Other Taxes	193.2	2.6	104	3.3	4.0	3.3	2.9	3.1
Charges & Miscellaneous	227.8	3.1	79	3.1	2.6	2.1	1.4	1.0
Direct General Expenditure								
--U.S. State and Local	\$367,339.9	19.0	100%	20.0	19.7	16.1	11.6	7.5
Direct Gen. Expenditure-- NH	1,233.9	16.7	88	19.3	18.6	15.2	12.8	9.5
Education	432.7	5.8	84	7.1	7.3	6.4	3.8	2.3
Public Welfare**	167.9	2.3	96	2.3	1.9	1.0	1.0	1.3
Highways	176.7	2.4	141	3.0	3.3	3.2	3.9	2.5
Health & Hospitals	59.4	0.8	47	1.3	1.1	0.9	0.9	0.7

## NEW HAMPSHIRE TAX BURDENS AND DEBT

Direct Taxes as a Percentage of City Average Family Income,* 1980	State Sales Tax Rates, 1981	1979 Tax Wealth	97
Federal Personal	General Sales	1979 Tax Effort	78
Income Tax 11.4	Food Exemption		
Social Security Tax 6.1	Cigarettes (pack) \$.12		
Local Property Tax 2.6	Gasoline (gallon) \$.11		
State-Local Personal	Effective Property Tax Rate, FHA Insured Mortgage, '80:1.73%		
Income Tax			
State-Local General	Effective State Personal Income Tax Rates, by Income		
Sales Tax	Level of 4 Person Family, 1980		
Total 20.1	\$10,000: -- \$17,500: --		
As a Percent of U.S.	\$25,000: -- \$50,000: --		
Median 84			
Average Family Income* 24,830			
		Per Capita State and Local Debt Outstanding 1978-79	
			As Percent of U.S. Average
			Amount
		Long Term \$ 1,238	93
		Full Faith 659	100
		Nonguaranteed 579	87
		Short Term 33	62
		Total 1,271	92

## NEW HAMPSHIRE STATE-LOCAL EMPLOYMENT AND SALARIES

	Number of Full-Time Equivalent Employees, 1979-80	Total Salaries as a Percent of State Personal Income, 1979-80	Average Salary Per Full-Time Employee, 1979-80	U.S. Average Salary Per Full-Time Employee, 1979-80
State	14,413	2.9%	\$14,760	\$16,476
Counties	2,754	0.4	9,660	14,136
Municipalities	9,065	1.7	14,436	16,428
Townships	3,002	0.5	13,068	16,284
Ind. School Dist.	11,668	2.0	12,600	16,308
Special Districts	535	0.1	13,620	16,332
Total State & Local	41,437	7.6	13,596	16,044

## STATE REVENUE AND EXPENDITURE LIMITS

No limits.

## LOCAL REVENUE AND EXPENDITURE LIMITS

No state imposed limits although town meeting needed for budget approval in some places. In communities that have adopted the Municipal Budget Committee, voters cannot increase the budget committee's appropriation by more than 10%.

## GENERAL REVENUE, 1978-79

Level	Total (millions)	Per Capita \$	Percentage Distribution by Source						
			Federal Aid	State Aid	Property Tax	Gen.Sales Tax	Income Tax	Other Tax & Misc.	
U.S. State & Local	\$343,278.4	\$1,560	21.9%	N.A.	18.9%	13.6%	14.3%	13.1%	18.2%
Regional State & Local	20,241.1	1,647	23.9	N.A.	28.8	9.1	14.7	10.7	12.8
State & Local-- NH	1,103.5	1,244	23.5	N.A.	34.2	--	6.6	17.2	18.5
State	614.1	692	33.4	N.A.	1.2	--	11.9	29.9	21.0
Local	602.0	679	10.1	16.0	61.5	--	--	1.1	11.3
County	53.4	60	5.8	36.1	36.7	--	--	--	21.2
Municipal	206.1	232	14.9	15.6	56.8	--	--	1.2	10.8
Ind. School Dist.	213.8	241	0.2	10.6	77.5	--	--	--	6.9

## DIRECT GENERAL EXPENDITURE, 1978-79

Level	Total (millions)	Per Capita \$	Percentage Distribution by Function				
			Education	Highways	Public Welfare**	Health & Hospitals	All Other
U.S. State & Local	\$326,024.0	\$1,481	36.6%	8.7%	12.4%	8.7%	33.6%
Regional State & Local	18,808.9	1,530	34.1	7.4	15.3	6.9	36.3
State & Local-- NH	1,077.8	1,215	36.3	14.8	12.5	5.8	30.6
State	512.9	578	22.6	20.6	20.0	11.2	25.5
Local	564.9	637	48.7	9.5	5.7	0.8	35.3
County	48.1	54	--	--	58.4	2.1	39.5
Municipal	196.9	222	41.0	12.8	1.5	0.7	44.1

## NEW HAMPSHIRE STATE-LOCAL GENERAL EXPENDITURES--FEDERAL, STATE, AND LOCAL SHARE OF FINANCES, 1978-79

	State-Local General Expenditures From ALL Sources				State-Local General Expenditures From OWN Sources		
	Total (millions)	Percent Financed by			Total (millions)	State Financed Percent	U.S.Rank
		Federal	State	Local			
General	\$1,077.8	24.6%	38.1%	37.2%	\$ 812.1	50.5%	45 (Tie)
Local Education	268.5	5.1	9.4	85.5	254.7	9.9	50
Public Welfare	117.3	58.1	22.3	19.5	49.1	53.4	46
Health & Hospitals	62.5	9.6	82.7	7.7	56.5	91.5	6
Highways	159.3	26.2	41.5	32.3	117.5	56.3	38

## PROPERTY TAX RELIEF AND REFORM

Homestead Exemption or Credit: Cities and towns may adopt homestead exemptions for homeowners over 65 years old, up to a maximum exemption of \$20,000 of valuation for those 80 years old. Income maximum of \$9,000 if married, \$7,000 if single.

Circuit Breaker: No.

Classified Property Tax: No.

Local Revenue Diversification. Little except for use of licenses.

School Aid Program: Foundation type program with state support based on average daily membership; required local property tax support is 14 mills.

State-Local Shared Revenues: Portions of the interest and dividends, meals and rooms, and business and profits taxes distributed to cities and townships according to an equalizing formula that includes population, property tax levy, and property valuation. Total payments for general local support were \$34.9 million in 1979.

STATE AND LOCAL TAXES WITH AN INITIAL IMPACT ON BUSINESS AS A PERCENT OF STATE PERSONAL INCOME  
SELECTED YEARS, 1957-77

	1977	1967	1962	1957
With Unemployment Compensation Taxes As Percent of U.S. Average	3.68	2.68	3.17	3.17
Without Unemployment Compensation Taxes As Percent of U.S. Average	80	68	77	92
Without Unemployment Compensation Taxes As Percent of U.S. Average	3.20	2.37	2.65	2.61
Without Unemployment Compensation Taxes As Percent of U.S. Average	81	69	78	86

	1977	1967	1962	1957
Business Share of Total State-Local Taxes Without Un- employment Comp.	30.1	25.5	28.0	31.8

## NOTES

New Hampshire's personal income tax applies only to interest and dividend income.

\*Average income of family with FHA insured mortgage living in SMSA with state's most populous city. Property taxes are SMSA average.  
\*\* Includes Medicaid.

## TRENDS--NEW JERSEY STATE AND LOCAL REVENUES AND EXPENDITURES AS A PERCENTAGE OF STATE PERSONAL INCOME, SELECTED YEARS 1942-80

State and Local Revenues and Expenditures	1980 Amount (millions)	As a Percentage of Personal Income						
		As Percent of		1977	1972	1967	1957	1942
General Revenue		1980	U.S. Average					
—U.S. State and Local	\$382,321.6	19.8%	100%	20.8%	19.5%	15.7%	10.9%	8.5%
General Revenue— NJ	12,686.5	17.8	90	18.9	16.6	12.6	8.5	7.8
Federal Aid	2,279.0	3.2	74	3.6	2.6	1.4	0.4	0.3
Total Own Source Revenue	10,407.5	14.6	94	15.2	14.0	11.2	8.1	7.5
Property Tax	3,672.6	5.1	146	6.4	6.7	5.4	4.5	5.2
Income Tax	1,502.0	2.1	72	1.9	0.4	0.3	—	—
General Sales Tax	1,180.3	1.7	63	1.7	1.6	0.9	—	—
Other Taxes	2,021.6	2.8	112	2.7	3.0	2.9	2.5	1.7
Charges & Miscellaneous	2,031.1	2.8	72	2.5	2.4	1.7	1.2	0.6
Direct General Expenditure								
—U.S. State and Local	\$367,339.9	19.0	100%	20.0	19.7	16.1	11.6	7.5
Direct Gen. Expenditure-- NJ	12,427.1	17.4	92	18.2	17.2	12.2	9.4	7.2
Education	4,452.4	6.2	90	6.6	6.7	4.8	3.1	2.0
Public Welfare**	1,532.1	2.1	88	2.3	2.1	0.7	0.4	0.5
Highways	780.3	1.1	65	1.0	1.9	1.6	1.5	0.8
Health & Hospitals	796.0	1.1	65	1.0	1.0	0.8	0.7	0.7

## NEW JERSEY TAX BURDENS AND DEBT

Direct Taxes as a Percentage of City Average Family Income,* 1980	State Sales Tax Rates, 1981	1979 Tax Wealth	101
Federal Personal	General Sales 5%	1979 Tax Effort	117
Income Tax 12.8	Food Exemption Yes	Per Capita State and Local Debt Outstanding 1978-79	
Social Security Tax 5.4	Cigarettes (pack) \$.19	As Percent of U.S. Average	
Local Property Tax 5.3	Gasoline (gallon) \$.08	Long Term \$ 1,420	107
State-Local Personal	Effective Property Tax Rate, FHA Insured Mortgage, '80: 2.60%	Full Faith 693	105
Income Tax 1.8	Effective State Personal Income Tax Rates, by Income	Nonguaranteed 727	109
State-Local General	Level of 4 Person Family, 1980	Short Term 109	203
Sales Tax 0.8	\$10,000: 0.4% \$17,500: 1.5%	Total 1,529	111
Total 26.1	\$25,000: 1.7% \$50,000: 2.1%		
As a Percent of U.S.			
Median 110			
Average Family Income* 28,960			

## NEW JERSEY STATE-LOCAL EMPLOYMENT AND SALARIES

	Number of Full-Time Equivalent Employees, 1979-80	Total Salaries as a Percent of State Personal Income, 1979-80	Average Salary Per Full-Time Employee, 1979-80	U.S. Average Salary Per Full-Time Employee, 1979-80
State	87,350	2.1%	\$16,980	\$16,476
Counties	62,543	1.2	13,848	14,136
Municipalities	77,184	1.8	16,920	16,428
Townships	21,821	0.5	15,972	16,284
Ind. School Dist.	113,672	3.0	18,816	16,308
Special Districts	7,332	0.2	15,312	16,332
Total State & Local	369,902	8.7	16,896	16,044

## STATE REVENUE AND EXPENDITURE LIMITS

Expenditure Limitation (Statutory, 1976)  
Increase in expenditures from state operating fund and capital fund limited to average rise in state personal income over prior two year period. Income tax revenues, dedicated for property tax relief, and casino revenues, dedicated for programs for the elderly, are excluded from limit, as is debt service.  
Referendum required to exceed limit.

## LOCAL REVENUE AND EXPENDITURE LIMITS

Levy and General Expenditure Limits (Statutory, 1976) Counties: growth in property tax levy limited to 5% per year, excluding new construction. Municipalities & townships: growth in expenditures from own sources limited to 5% per year excluding new construction. Schools: Per pupil spending ceiling with increases generally limited to 3/4 growth of valuation. Debt service excluded. Referenda needed to exceed.





## GENERAL REVENUE, 1978-79

Level	Total (millions)	Per Capita	Percentage Distribution by Source						
			Federal Aid	State Aid	Property Tax	Gen.Sales Tax	Income Tax	Other Tax	Charges & Misc.
U.S. State & Local	\$343,278.4	\$1,560	21.9%	N.A.	18.9%	13.6%	14.3%	13.1%	18.2%
Regional State & Local	76,412.1	1,815	21.5	N.A.	21.4	11.0	18.9	12.4	14.8
State & Local-- NJ	11,753.9	1,603	18.3	N.A.	31.6	9.3	11.0	14.6	15.1
State	6,376.5	870	25.3	N.A.	1.3	17.2	20.4	19.6	14.8
Local	7,939.0	1,083	6.8	31.1	45.7	--	--	5.9	10.5
County	2,043.3	279	8.8	41.2	38.3	--	--	0.5	10.8
Municipal	2,054.2	280	5.1	30.5	43.3	--	--	12.5	8.3
Ind. School Dist.	2,621.8	358	0.4	32.8	61.7	--	--	--	5.0

## DIRECT GENERAL EXPENDITURE, 1978-79

Level	Total (millions)	Per Capita	Percentage Distribution by Function				
			Education	Highways	Public Welfare**	Health & Hospitals	All Other
U.S. State & Local	\$326,024.0	\$1,481	36.6%	8.7%	12.4%	8.7%	33.6%
Regional State & Local	71,955.2	1,709	32.9	6.2	14.5	7.9	38.5
State & Local-- NJ	11,542.8	1,574	36.2	6.2	12.2	5.7	39.7
State	3,788.9	517	21.1	9.4	20.3	11.3	37.9
Local	7,753.9	1,058	43.6	4.7	8.2	3.0	40.5
County	1,916.4	261	14.2	5.3	30.8	10.1	39.6
Municipal	2,012.1	274	29.9	5.4	2.1	1.4	61.1

## NEW JERSEY STATE-LOCAL GENERAL EXPENDITURES--FEDERAL, STATE, AND LOCAL SHARE OF FINANCES, 1978-79

	State-Local General Expenditures From ALL Sources				State-Local General Expenditures From OWN Sources		
	Total (millions)	Percent Financed by			Total (millions)	State Financed Percent	U.S. Rank
		Federal	State	Local			
General	\$11,561.5	18.6%	41.8%	39.5%	\$9,414.7	51.4%	44
Local Education	3,393.0	3.8	40.6	55.6	3,263.0	42.2	37
Public Welfare	1,465.3	53.2	36.1	10.6	685.2	77.3	37
Health & Hospitals	661.4	5.6	58.6	35.8	624.1	62.1	19
Highways	718.8	11.6	43.2	45.1	635.3	48.9	45

## PROPERTY TAX RELIEF AND REFORM

**Homestead Exemption or Credit:** Rebate mailed to all homeowners by state. Rebate calculated at the rate of \$1.50 per \$100 of equalized value plus 12.5% of the equalized tax rate x the first \$10,000 or 2/3 of equalized value. Maximum payment is 50% of property taxes. Those over 65 years old receive an additional \$50

**Circuit Breaker:** No.

**Classified Property Tax:** No.

**Local Revenue Diversification:** Atlantic City has luxury and cigarette taxes. Newark has taxes on employer's payroll, motor fuel, and parking lots.

**School Aid Program:** Guaranteed tax base formula with aid determined by relative property valuation per pupil. Additional weighting for handicapped or non-English speaking students.

**State-Local Shared Revenues:** Major programs include payments for business personal property tax exemptions and railroad property exemption, revenue sharing, and urban aid. Revenue sharing is distributed according to population; urban aid distributed to localities meeting criteria. Total general aid was \$530.9 million in 1979.

## STATE AND LOCAL TAXES WITH AN INITIAL IMPACT ON BUSINESS AS A PERCENT OF STATE PERSONAL INCOME SELECTED YEARS, 1957-77

	1977	1967	1962	1957
With Unemployment Compensation Taxes As Percent of U.S. Average	4.64	3.84	4.09	3.45
Without Unemployment Compensation Taxes As Percent of U.S. Average	3.75	3.22	3.31	2.84
Business Share of Total State-Local Taxes Without Un- employment Comp.	29.8	34.2	37.2	40.8

## NOTES

In 1980, New Jersey had \$13.8 million in casino and slot machine license tax receipts, and \$58.1 million in casino gross revenue tax receipts.

\*Average income of family with FHA insured mortgage living in SMSA with state's most populous city. Property taxes are SMSA average.  
\*\* Includes Medicaid.

## TRENDS--NEW MEXICO STATE AND LOCAL REVENUES AND EXPENDITURES AS A PERCENTAGE OF STATE PERSONAL INCOME, SELECTED YEARS 1942-80

State and Local Revenues and Expenditures	1980 Amount (millions)	As a Percentage of Personal Income						
		1980	U.S. Average	1977	1972	1967	1957	1942
General Revenue	\$382,321.6	19.8%	100%	20.8%	19.5%	15.7%	10.9%	8.5%
--U.S. State and Local								
General Revenue-- NM	2,514.3	26.8	135	25.1	26.0	23.6	17.2	11.6
Federal Aid	554.3	5.9	137	6.9	7.7	7.1	3.9	1.5
Total Own Source Revenue	1,960.1	20.9	135	18.1	18.3	16.5	13.3	10.1
Property Tax	184.8	2.0	57	2.2	2.6	2.6	2.1	2.7
Income Tax	93.1	1.0	34	0.9	1.7	0.8	0.4	0.3
General Sales Tax	431.3	4.6	170	4.3	4.0	3.3	2.7	1.6
Other Taxes	433.8	4.6	184	4.6	4.5	4.8	4.0	3.3
Charges & Miscellaneous	817.1	8.7	223	6.2	5.5	5.1	4.2	2.2
Direct General Expenditure								
--U.S. State and Local	\$367,339.9	19.0	100%	20.0	19.7	16.1	11.6	7.5
Direct Gen. Expenditure-- NM	2,156.0	23.0	121	22.3	23.8	23.1	16.2	10.1
Education	924.2	9.9	143	10.2	10.9	11.5	6.4	3.6
Public Welfare**	166.4	1.8	75	1.7	2.3	1.7	1.3	0.8
Highways	252.7	2.7	159	2.4	3.5	4.0	3.8	2.6
Health & Hospitals	177.2	1.9	112	1.7	1.4	1.2	0.9	0.4

## NEW MEXICO TAX BURDENS AND DEBT

Direct Taxes as a Percentage of City Average Family Income,* 1980	State Sales Tax Rates, 1981	1979 Tax Wealth	105
Federal Personal	General Sales 3.5% + local	1979 Tax Effort	84
Income Tax 12.3	Food Exemption Credit	Per Capita State and Local Debt Outstanding 1978-79	
Social Security Tax 5.8	Cigarettes (pack) \$.12		
Local Property Tax 2.5	Gasoline (gallon) \$.09		
State-Local Personal Income Tax 0.7	Effective Property Tax Rate, FHA Insured Mortgage, '80:1.12%	As Percent of U.S. Average	
State-Local General Sales Tax 1.4	Effective State Personal Income Tax Rates, by Income	Long Term \$ 1,300	98
Total 22.7	Level of 4 Person Family, 1980	Full Faith 242	37
As a Percent of U.S.	\$10,000: -1.9% \$17,500: -0.4%	Nonguaranteed 1,059	159
Median 95	\$25,000: 0.5% \$50,000: 2.4%	Short Term 2	4
Average Family Income* 27,290		Total 1,302	94

## NEW MEXICO STATE-LOCAL EMPLOYMENT AND SALARIES

	Number of Full-Time Equivalent Employees, 1979-80	Total Salaries as a Percent of State Personal Income, 1979-80	Average Salary Per Full-Time Employee, 1979-80	U.S. Average Salary Per Full-Time Employee, 1979-80
State	33,730	5.5%	\$15,144	\$16,476
Counties	4,481	0.6	11,784	14,136
Municipalities	10,742	1.5	12,924	16,428
Townships	—	—	—	16,284
Ind. School Dist.	27,002	4.1	14,280	16,308
Special Districts	644	0.1	11,304	16,332
Total State & Local	76,599	11.7	14,280	16,044

## STATE REVENUE AND EXPENDITURE LIMITS

No limits.

## LOCAL REVENUE AND EXPENDITURE LIMITS

Limit on Assessment Increases (Statutory, 1977) Assessed value of existing property, excluding new improvements, cannot increase more than 10% per year. Levy Limit (Statutory, 1979) Increase in levies of all local governments limited to "growth factor" based on increases in assessed valuation. Overall Rate Limit (Const., 1911) Total local property taxes limited to 20 mills. Specific Rate Limits (Stat. 1973) All local govts



## GENERAL REVENUE, 1978-79

Level	Total (millions)	Per Capita \$	Percentage Distribution by Source					Income Tax	Other Tax	Charges & Misc.
			Federal Aid	State Aid	Property Tax	Gen.Sales Tax				
U.S. State & Local	\$343,278.4	\$1,560	21.9%	N.A.	18.9%	13.6%	14.3%	13.1%	18.2%	
Regional State & Local	27,588.8	1,382	20.2	N.A.	18.6	15.6	3.3	19.5	22.9	
State & Local-- NM	2,157.0	1,737	25.3	N.A.	7.5	18.0	5.1	17.1	27.0	
State	1,678.2	1,351	25.3	N.A.	1.2	22.0	6.5	20.6	23.5	
Local	1,012.6	815	11.9	51.4	14.0	1.8	--	2.4	18.4	
County	129.6	104	22.7	16.7	25.1	1.4	--	4.9	28.7	
Municipal	327.5	264	16.8	27.8	8.9	5.0	--	5.4	35.7	
Ind. School Dist.	542.9	437	6.2	74.5	14.1	--	--	--	5.1	

## DIRECT GENERAL EXPENDITURE, 1978-79

Level	Total (millions)	Per Capita \$	Percentage Distribution by Function				
			Education	Highways	Public Welfare**	Health & Hospitals	All Other
U.S. State & Local	\$326,024.0	\$1,481	36.6%	8.7%	12.4%	8.7%	33.6%
Regional State & Local	25,893.6	1,297	41.7	10.8	8.5	9.0	30.0
State & Local-- NM	1,949.5	1,570	42.2	13.1	7.5	8.0	29.3
State	977.6	787	30.5	21.1	14.4	11.1	22.9
Local	971.8	782	53.9	5.1	0.5	4.8	35.6
County	108.7	88	--	17.1	3.3	24.5	55.2
Municipal	317.0	255	--	9.8	0.5	6.2	83.4

## NEW MEXICO STATE-LOCAL GENERAL EXPENDITURES--FEDERAL, STATE, AND LOCAL SHARE OF FINANCES, 1978-79

	State-Local General Expenditures From ALL Sources				State-Local General Expenditures From OWN Sources		
	Total (millions)	Percent Financed by			Total (millions)	State Financed	
		Federal	State	Local		Percent	U.S.Rank
General	\$1,949.5	28.0%	55.0%	17.0%	\$1,403.7	76.4%	3
Local Education	556.8	16.7	64.5	18.8	463.8	77.4	4
Public Welfare, 1/ Health & Hospitals	300.8	41.8	39.2	19.0	175.0	67.3	42
Highways	256.0	35.0	49.8	15.2	166.5	76.5	12

## PROPERTY TAX RELIEF AND REFORM

Homestead Exemption or Credit: A \$200 property tax exemption for all heads of households; \$2,000 for veterans or surviving spouses.

Circuit Breaker: Elderly homeowners and renters eligible for income tax credit of up to \$250. Income ceiling of \$16,000 of modified gross income.

Classified Property Tax: No.

Local Revenue Diversification: Municipalities may levy a sales tax up to .75%. Seventy-six cities use the sales tax. Counties, with voter approval may levy a .25% sales tax; 8 have done so.

School Aid Program: Basic support program is foundation type with aid distributed according to pupil units weighted for grade. Additional weighting for handicapped or non-English speaking students.

State-Local Shared Revenues: Twenty-five percent of state sales tax receipts distributed to cities where revenues originated. Gas, cigarette, and motor vehicle license taxes distributed to city and county of origin. Total general local support was \$98.5 million in 1979.

## STATE AND LOCAL TAXES WITH AN INITIAL IMPACT ON BUSINESS AS A PERCENT OF STATE PERSONAL INCOME SELECTED YEARS, 1957-77

	1977	1967	1962	1957
With Unemployment Compensation Taxes As Percent of U.S. Average	5.12	4.56	4.67	3.43
Without Unemployment Compensation Taxes As Percent of U.S. Average	112	116	113	99
Business Share of Total State-Local Taxes Without Un- employment Comp.	4.75	4.27	4.33	3.07
	120	124	124	101
	39.7	37.6	41.2	33.9

## NOTES

1/ New Mexico public welfare and health and hospital expenditures have been aggregated due to definitional problems.

\*Average income of family with FHA insured mortgage living in SMSA with state's most populous city. Property taxes are SMSA average.

\*\* Includes Medicaid.

## TRENDS—NEW YORK STATE AND LOCAL REVENUES AND EXPENDITURES AS A PERCENTAGE OF STATE PERSONAL INCOME, SELECTED YEARS 1942-80

State and Local Revenues and Expenditures	1980 Amount (millions)	As a Percentage of Personal Income						
		As Percent of		1977	1972	1967	1957	1942
General Revenue		1980	U.S. Average					
—U.S. State and Local	\$382,321.6	19.8%	100%	20.8%	19.5%	15.7%	10.9%	8.5%
General Revenue— NY	40,820.3	25.4	128	26.5	22.4	17.7	11.1	10.3
Federal Aid	8,469.9	5.3	123	5.1	3.7	2.0	0.6	0.4
Total Own Source Revenue	32,350.3	20.1	130	21.4	18.8	15.7	10.5	9.9
Property Tax	8,791.1	5.5	157	6.4	5.8	5.2	4.3	5.3
Income Tax	8,716.4	5.4	186	5.7	4.5	3.6	1.8	1.2
General Sales Tax	5,113.5	3.2	119	3.1	2.7	1.7	1.0	—
Other Taxes	3,624.5	2.3	92	2.6	2.8	2.7	2.0	2.6
Charges & Miscellaneous	6,104.8	3.8	97	3.7	3.0	2.5	1.5	0.8
Direct General Expenditure								
—U.S. State and Local	\$367,339.9	19.0	100%	20.0	19.7	16.1	11.6	7.5
Direct Gen. Expenditure— NY	38,689.9	24.1	127	24.9	25.1	17.7	11.7	8.6
Education	11,774.0	7.3	106	7.7	8.7	6.5	3.5	2.1
Public Welfare**	6,286.7	3.9	163	4.4	3.6	1.7	0.9	1.3
Highways	2,159.9	1.3	73	1.2	1.6	1.7	1.6	0.9
Health & Hospitals	3,459.1	2.2	129	2.3	2.8	1.7	1.3	0.8

## NEW YORK TAX BURDENS AND DEBT

Direct Taxes as a Percentage of City Average Family Income,* 1980	State Sales Tax Rates, 1981	1979 Tax Wealth	87
Federal Personal	General Sales 4% + local	1979 Tax Effort	172
Income Tax 12.2	Food Exemption Yes	Per Capita State and Local Debt Outstanding 1978-79	
Social Security Tax 5.9	Cigarettes (pack) \$.15	As Percent of U.S. Average	
Local Property Tax 3.8	Gasoline (gallon) \$.08	Long Term	\$ 2,482 187
State-Local Personal	Effective Property Tax Rate, FHA Insured Mortgage,*80:2.75%	Full Faith	1,187 180
Income Tax 6.1	Effective State Personal Income Tax Rates, by Income	Nonguaranteed	1,295 194
State-Local General	Level of 4 Person Family, 1980	Short Term	163 304
Sales Tax 1.9	\$10,000: 1.3% \$17,500: 2.3%	Total	2,645 191
Total 29.9	\$25,000: 4.2% \$50,000: 7.0%		
As a Percent of U.S.			
Median 126			
Average Family Income* 27,046			

## NEW YORK STATE-LOCAL EMPLOYMENT AND SALARIES

	Number of Full-Time Equivalent Employees, 1979-80	Total Salaries as a Percent of State Personal Income, 1979-80	Average Salary Per Full-Time Employee, 1979-80	U.S. Average Salary Per Full-Time Employee, 1979-80
State	215,271	2.3%	\$17,184	\$16,476
Counties	113,639	1.0	13,968	14,136
Municipalities	387,543	4.4	18,084	16,428
Townships	32,273	0.3	14,736	16,284
Ind. School Dist.	188,547	2.3	20,256	16,308
Special Districts	8,676	0.1	23,088	16,332
Total State & Local	945,949	10.4	17,748	16,044

## STATE REVENUE AND EXPENDITURE LIMITS

No limits.

## LOCAL REVENUE AND EXPENDITURE LIMITS

Specific Rate Limits (Constitutional, 1938, 1945) Counties limited to 1.5 % of full value; villages and most cities, 2%; dependent school districts, 1.25% to 2%; New York City, 2.5% for all purposes. Independent school districts towns, and special districts have no limits. Debt service excluded from limits. Certain limits can be exceeded through referenda.



## GENERAL REVENUE, 1978-79

Level	Total (millions)	Per Capita \$1,560	Percentage Distribution by Source						
			Federal Aid 21.9%	State Aid N.A.	Property Tax 18.9%	Gen.Sales Tax 13.6%	Income Tax 14.3%	Other Tax 13.1%	Charges & Misc. 18.2%
U.S. State & Local	\$343,278.4	\$1,560	21.9%	N.A.	18.9%	13.6%	14.3%	13.1%	18.2%
Regional State & Local	76,412.1	1,815	21.5	N.A.	21.4	11.0	18.9	12.4	14.8
State & Local-- NY	37,487.9	2,124	21.6	N.A.	22.7	12.1	20.5	9.2	13.9
State	20,426.2	1,157	29.4	N.A.	0.1	12.7	30.8	13.5	8.4
Local	29,011.3	1,644	7.2	37.5	29.3	6.7	4.8	2.4	12.1
County	5,250.9	298	8.0	40.9	22.5	15.5	--	0.8	9.8
Municipal	16,667.9	944	9.0	35.7	23.2	6.5	8.4	3.7	12.1
Ind. School Dist.	5,614.3	318	0.6	44.8	49.0	0.8	--	0.1	4.6

## DIRECT GENERAL EXPENDITURE, 1978-79

Level	Total (millions)	Per Capita \$1,481	Percentage Distribution by Function				
			Education 36.6%	Highways 8.7%	Public Welfare** 12.4%	Health & Hospitals 8.7%	All Other 33.6%
U.S. State & Local	\$326,024.0	\$1,481	36.6%	8.7%	12.4%	8.7%	33.6%
Regional State & Local	71,955.2	1,709	32.9	6.2	14.5	7.9	38.5
State & Local-- NY	34,854.7	1,975	30.4	5.8	15.3	9.2	39.3
State	9,137.8	518	21.7	9.9	7.3	16.6	44.5
Local	25,716.9	1,457	33.4	4.3	18.2	6.7	37.4
County	5,044.2	286	5.9	5.3	35.6	9.5	43.7
Municipal	13,513.8	766	22.8	2.9	21.3	9.0	43.9

## NEW YORK STATE-LOCAL GENERAL EXPENDITURES— FEDERAL, STATE, AND LOCAL SHARE OF FINANCES, 1978-79

	State-Local General Expenditures From ALL Sources				State-Local General Expenditures From OWN Sources		
	Total (millions)	Percent Financed by			Total (millions)	State Percent 45.1	U.S.Rank 50
		Federal 23.1%	State 34.7%	Local 42.2%			
General	\$35,085.0	23.1%	34.7%	42.2%	\$26,990.1	45.1	50
Local Education	8,412.0	4.3	39.8	55.9	8,052.0	41.6	38
Public Welfare	5,920.4	57.8	18.3	23.9	2,496.0	43.4	48
Health & Hospitals	3,223.8	5.4	50.4	44.2	3,050.5	53.3	26
Highways	2,005.6	22.4	29.4	48.2	1,556.6	37.9	50

## PROPERTY TAX RELIEF AND REFORM

**Homestead Exemption or Credit:** Municipalities may grant an exemption of up to 50% of residential value to those over 65 years old. Municipalities may also grant an abatement on rent controlled property to the elderly.

**Circuit Breaker:** Income tax credit for property taxes in excess of set percentages for those with incomes below \$13,500. Maximum credit is \$250 for elderly, \$75 for others.

**Classified Property Tax:** No, although de facto preferences for certain properties have been declared unconstitutional.

**Local Revenue Diversification:** New York City has a 4% sales tax, 36 counties have a 3% tax, seven have a 2% tax, and two have a 1% tax. Twenty-eight cities other than N.Y.C. have a sales tax. New York City also has personal and corporate income taxes and a cigarette tax.

**School Aid Program:** Percentage equalizing type formula. State provides share of certain basic costs with additional basic support varying inversely with property tax wealth. Additional weight given to handicapped or disadvantaged students.

**State-Local Shared Revenues:** Four percent of state tax collections go to the cities in existence in 1968, on a population basis. Another 4% goes to all general purpose units according to per capita amounts that vary with the type of government.

## STATE AND LOCAL TAXES WITH AN INITIAL IMPACT ON BUSINESS AS A PERCENT OF STATE PERSONAL INCOME SELECTED YEARS, 1957-77

	1977	1967	1962	1957
With Unemployment Compensation Taxes As Percent of U.S. Average	5.98	5.12	4.75	3.88
Without Unemployment Compensation Taxes As Percent of U.S. Average	131	130	115	112
With Unemployment Compensation Taxes As Percent of U.S. Average	5.37	4.45	3.85	3.36
Without Unemployment Compensation Taxes As Percent of U.S. Average	136	130	110	111
Business Share of Total State-Local Taxes Without Un- employment Comp.	30.4	33.6	34.3	37.3

## NOTES

\*Average income of family with FHA insured mortgage living in SMSA with state's most populous city. Property taxes are SMSA average.

\*\* Includes Medicaid.

## TRENDS—NORTH CAROLINA STATE AND LOCAL REVENUES AND EXPENDITURES AS A PERCENTAGE OF STATE PERSONAL INCOME, SELECTED YEARS 1942-80

State and Local Revenues and Expenditures	1980 Amount (millions)	As a Percentage of Personal Income						
		As Percent of		1977	1972	1967	1957	1942
		1980	U.S. Average					
General Revenue	\$382,321.6	19.8%	100%	20.8%	19.5%	15.7%	10.9%	8.5%
--U.S. State and Local								
General Revenue— NC	7,732.2	18.7	94	19.3	17.7	15.2	12.1	8.6
Federal Aid	1,958.7	4.7	109	5.2	3.6	2.8	1.9	0.7
Total Own Source Revenue	5,773.5	13.9	90	14.0	14.1	12.4	10.2	7.9
Property Tax	1,002.7	2.4	69	2.6	2.8	2.6	2.3	2.2
Income Tax	1,472.3	3.6	124	3.3	2.7	2.5	1.6	1.1
General Sales Tax	889.0	2.1	78	2.2	2.1	1.8	1.2	0.8
Other Taxes	1,031.3	2.5	100	2.9	3.6	3.0	3.3	3.0
Charges & Miscellaneous	1,378.3	3.3	85	3.1	2.9	2.4	1.7	0.9
Direct General Expenditure								
--U.S. State and Local	\$367,339.9	19.0	100%	20.0	19.7	16.1	11.6	7.5
Direct Gen. Expenditure— NC	7,639.3	18.5	97	18.4	17.4	15.3	12.1	6.8
Education	3,186.4	7.7	112	8.1	7.6	7.1	4.9	2.3
Public Welfare**	769.3	1.9	79	1.5	1.7	1.1	0.9	0.5
Highways	702.4	1.7	100	1.7	2.3	2.5	2.5	1.3
Health & Hospitals	727.7	1.8	106	1.9	1.3	1.1	0.9	0.4

## NORTH CAROLINA TAX BURDENS AND DEBT

Direct Taxes as a Percentage of City Average Family Income,* 1980	State Sales Tax Rates, 1981	1979 Tax Wealth	82
Federal Personal	General Sales 3% + local	1979 Tax Effort	92
Income Tax 10.3	Food Exemption No	<u>Per Capita State and Local Debt Outstanding 1978-79</u>	
Social Security Tax 6.1	Cigarettes (pack) \$.02	As Percent of U.S.	
Local Property Tax 1.8	Gasoline (gallon) \$.12	Amount Average	
State-Local Personal	Effective Property Tax Rate,	Long Term \$ 598	45
Income Tax 3.5	FHA Insured Mortgage, '80:0.95%	Full Faith 371	56
State-Local General	Effective State Personal In-	Nonguaranteed 228	34
Sales Tax 1.2	come Tax Rates, by Income	Short Term 27	50
Total 22.9	Level of 4 Person Family, 1980	Total 625	45
As a Percent of U.S.	\$10,000: 2.3% \$17,500: 2.7%		
Median 96	\$25,000: 3.9% \$50,000: 5.1%		
Average Family Income* 21,900			

## NORTH CAROLINA STATE-LOCAL EMPLOYMENT AND SALARIES

	Number of Full-Time Equivalent Employees, 1979-80	Total Salaries as a Percent of State Personal Income, 1979-80	Average Salary Per Full-Time Employee, 1979-80	U.S. Average Salary Per Full-Time Employee, 1979-80
State	86,603	3.3%	\$15,576	\$16,476
Counties	168,554	5.3	13,140	14,136
Municipalities	34,744	1.1	12,852	16,428
Townships	—	—	—	16,284
Ind. School Dist.	—	—	—	16,308
Special Districts	8,226	0.3	13,284	16,332
Total State & Local	298,127	9.9	13,812	16,044

## STATE REVENUE AND EXPENDITURE LIMITS

No limits.

## LOCAL REVENUE AND EXPENDITURE LIMITS

Specific Rate Limits (Statutory, 1973)

Counties, cities, and towns each have a limit of 1.5% of assessed value. Taxes for schools, debt service, and selected other functions are not covered by rate limits. Property tax levies for certain purposes are excluded from limits if approved in referendum.



## GENERAL REVENUE, 1978-79

Level	Total (millions)	Per Capita \$1,560	Percentage Distribution by Source						
			Federal Aid 21.9%	State Aid N.A.	Property Tax 18.9%	Gen.Sales Tax 13.6%	Income Tax 14.3%	Other Tax 13.1%	Charges & Misc. 18.2%
U.S. State & Local	\$343,278.4	\$1,560	21.9%	N.A.	18.9%	13.6%	14.3%	13.1%	18.2%
Regional State & Local	65,746.5	1,318	24.7	N.A.	12.8	15.7	10.6	16.1	20.1
State & Local-- NC	6,914.9	1,233	25.9	N.A.	13.2	12.0	18.1	14.4	16.5
State	4,811.5	858	28.0	N.A.	0.9	13.5	26.0	20.2	10.0
Local	3,918.5	699	11.3	44.6	22.2	4.5	—	0.6	16.8
County	2,927.0	522	6.7	55.2	20.8	6.1	—	0.4	10.3
Municipal	868.3	155	24.3	14.7	29.8	—	—	1.4	21.8
Ind. School Dist.	—	—	—	—	—	—	—	—	—

## DIRECT GENERAL EXPENDITURE, 1978-79

Level	Total (millions)	Per Capita \$1,481	Percentage Distribution by Function				
			Education 36.6%	Highways 8.7%	Public Welfare** 12.4%	Health & Hospitals 8.7%	All Other 33.6%
U.S. State & Local	\$326,024.0	\$1,481	36.6%	8.7%	12.4%	8.7%	33.6%
Regional State & Local	63,691.5	1,277	37.4	11.4	9.4	11.0	30.8
State & Local-- NC	6,982.5	1,246	41.2	9.6	11.1	10.4	27.8
State	3,044.6	543	26.9	18.7	17.9	12.4	24.1
Local	3,937.9	702	52.2	2.5	5.8	8.9	30.7
County	2,895.7	517	71.0	—	7.7	7.2	14.1
Municipal	826.3	147	—	12.5	0.3	2.7	84.9

## NORTH CAROLINA STATE-LOCAL GENERAL EXPENDITURES—FEDERAL, STATE, AND LOCAL SHARE OF FINANCES, 1978-79

	State-Local General Expenditures From ALL Sources				State-Local General Expenditures From OWN Sources		
	Total (millions)	Percent Financed by			Total (millions)	State Percent	U.S.Rank
		Federal	State	Local			
General	\$6,982.5	25.6%	50.8%	23.6%	\$5,194.9	68.3%	8(Tie)
Local Education	2,020.7	13.4	64.5	22.1	1,749.0	74.5	6
Public Welfare	1,447.0 1/	33.7	38.8	27.5	959.1 1/	58.6	44
Health & Hospitals	1/	33.7	38.8	27.5	1/	58.6	20
Highways	669.1	32.7	57.1	10.2	450.3	84.8	6

## PROPERTY TAX RELIEF AND REFORM

Homestead Exemption or Credit: Elderly or disabled homeowners receive a homestead exemption of \$7,500 of assessed valuation if their disposable income in the previous year was not above \$9,000.

Circuit Breaker: No.

Classified Property Tax: No.

Local Revenue Diversification: Counties may levy 1% sales tax with the approval of the voters or by action of the county commissioners. Ninety-nine counties have imposed the sales tax.

School Aid Program: Basic support program distributes aid according to the number of teachers and their education and experience. State-determined ratios vary with school grade. Additional weighting of teacher units for handicapped students. Additional funding for compensatory education based on the number of students failing competency tests. Additional local expenditure optional.

State-Local Shared Revenues: Shared intangible taxes distributed to county areas according to population and governments according to property tax levies. Alcohol taxes distributed on basis of population. General aids were \$93 million in 1979.

## STATE AND LOCAL TAXES WITH AN INITIAL IMPACT ON BUSINESS AS A PERCENT OF STATE PERSONAL INCOME SELECTED YEARS, 1957-77

	1977	1967	1962	1957
With Unemployment Compensation Taxes As Percent of U.S. Average	3.25	3.57	3.71	3.46
Without Unemployment Compensation Taxes As Percent of U.S. Average	73	91	90	100
With Unemployment Compensation Taxes As Percent of U.S. Average	2.93	3.15	3.22	2.98
Without Unemployment Compensation Taxes As Percent of U.S. Average	74	92	92	98
Business Share of Total State-Local Taxes Without Un- employment Comp.	26.7	31.6	33.0	35.4

## NOTES

1/ Public welfare and Health Hospital expenditures have been aggregated due to lack of separate data.

\*Average income of family with FHA insured mortgage living in SMSA with state's most populous city. Property taxes are SMSA average.

\*\* Includes Medicaid.



## TRENDS--NORTH DAKOTA STATE AND LOCAL REVENUES AND EXPENDITURES AS A PERCENTAGE OF STATE PERSONAL INCOME, SELECTED YEARS 1942-80

State and Local Revenues and Expenditures	1980 Amount (millions)	As a Percentage of Personal Income						
		1980	U.S. Average	1977	1972	1967	1957	1942
General Revenue	\$382,321.6	19.8%	100%	20.8%	19.5%	15.7%	10.9%	8.5%
—U.S. State and Local	1,249.4	23.1	117	24.6	22.3	23.0	17.9	16.6
General Revenue-- ND	279.5	5.2	121	6.5	5.0	4.5	2.2	1.5
Federal Aid	970.0	17.9	115	18.1	17.2	18.4	15.6	15.2
Total Own Source Revenue	175.6	3.3	91	3.9	4.8	5.9	6.1	7.8
Property Tax	89.7	1.7	59	2.0	1.3	0.9	0.5	0.2
Income Tax	124.0	2.3	85	2.9	2.7	1.5	1.5	1.1
General Sales Tax	163.6	3.0	120	3.0	3.2	3.2	3.4	2.4
Other Taxes	417.0	7.7	197	6.3	5.2	6.8	4.1	3.5
Charges & Miscellaneous								
Direct General Expenditure								
—U.S. State and Local	\$367,339.9	19.0	100%	20.0	19.7	16.1	11.6	7.5
Direct Gen. Expenditure-- ND	1,201.2	22.2	117	23.3	21.7	23.5	17.7	12.3
Education	426.5	7.9	114	8.9	9.3	9.1	5.6	3.5
Public Welfare**	91.6	1.7	71	1.8	1.7	1.5	1.4	1.4
Highways	197.8	3.7	218	4.0	4.2	5.2	5.0	2.5
Health & Hospitals	52.7	1.0	59	0.8	0.8	0.7	0.7	0.4

## NORTH DAKOTA TAX BURDENS AND DEBT

Direct Taxes as a Percentage of City Average Family Income,* 1980	State Sales Tax Rates, 1981	1979 Tax Wealth	106
Federal Personal	General Sales 3%	1979 Tax Effort	77
Income Tax 11.9	Food Exemption Yes	<u>Per Capita State and Local Debt Outstanding 1978-79</u>	
Social Security Tax 6.1	Cigarettes (pack) \$.12	As Percent of U.S. Average	
Local Property Tax 2.0	Gasoline (gallon) \$.08	Long Term \$ 919	69
State-Local Personal	Effective Property Tax Rate, FHA Insured Mortgage, '80:1.00%	Full Faith 300	45
Income Tax 1.5	Effective State Personal Income Tax Rates, by Income	Nonguaranteed 620	93
State-Local General	Level of 4 Person Family, 1980	Short Term 9	17
Sales Tax 0.6	\$10,000: 0.5% \$17,500: 0.8%	Total 928	67
Total 22.1	\$25,000: 1.5% \$50,000: 2.2%		
As a Percent of U.S. Median 93			
Average Family Income* 26,000			

## NORTH DAKOTA STATE-LOCAL EMPLOYMENT AND SALARIES

	Number of Full-Time Equivalent Employees, 1979-80	Total Salaries as a Percent of State Personal Income, 1979-80	Average Salary Per Full-Time Employee, 1979-80	U.S. Average Salary Per Full-Time Employee, 1979-80
State	12,624	4.0%	\$15,864	\$16,476
Counties	3,419	0.8	11,712	14,136
Municipalities	3,064	0.9	15,600	16,428
Townships	191	z	8,748	16,284
Ind. School Dist.	12,818	4.2	17,124	16,308
Special Districts	694	0.1	10,584	16,332
Total State & Local	32,810	10.2	15,768	16,044

## STATE REVENUE AND EXPENDITURE LIMITS

No limits.

## LOCAL REVENUE AND EXPENDITURE LIMITS

Levy Limits (Statutory, 1981)

For the 1981 and 1982 fiscal years specific rate limits replaced by limit on property tax levy increases of 7% per year. There are exceptions to the limit including levies on new construction and newly annexed property.



## GENERAL REVENUE, 1978-79

Level	Total (millions)	Per Capita \$1,560	Percentage Distribution by Source						
			Federal Aid	State Aid	Property Tax	Gen.Sales Tax	Income Tax	Other Tax	Charges & Misc.
U.S. State & Local	\$343,278.4	\$1,560	21.9%	N.A.	18.9%	13.6%	14.3%	13.1%	18.2%
Regional State & Local	25,354.0	1,481	20.5	N.A.	20.2	11.7	15.2	12.5	20.1
State & Local-- ND	1,048.8	1,596	23.1	N.A.	16.1	10.4	7.4	13.5	29.4
State	741.8	1,129	26.7	N.A.	0.3	14.7	10.5	18.2	27.5
Local	502.0	764	8.9	35.9	33.1	--	--	1.3	20.8
County	117.8	179	7.4	28.8	42.8	--	--	1.8	16.0
Municipal	118.5	180	19.7	14.3	17.2	--	--	3.5	44.6
Ind. School Dist.	264.1	402	3.1	48.0	30.9	--	--	--	10.1

## DIRECT GENERAL EXPENDITURE, 1978-79

Level	Total (millions)	Per Capita \$1,481	Percentage Distribution by Function				
			Education	Highways	Public Welfare**	Health & Hospitals	All Other
U.S. State & Local	\$326,024.0	\$1,481	36.6%	8.7%	12.4%	8.7%	33.6%
Regional State & Local	24,046.6	1,405	38.5	13.3	10.9	8.7	28.6
State & Local-- ND	1,032.3	1,571	37.2	17.3	8.1	4.2	33.2
State	530.9	808	25.5	19.4	13.7	7.5	34.0
Local	501.4	763	49.7	15.1	2.1	0.8	32.3
County	89.0	135	3.8	39.2	11.7	2.5	42.8
Municipal	142.7	217	--	25.4	0.1	1.2	73.3

## NORTH DAKOTA STATE-LOCAL GENERAL EXPENDITURES--FEDERAL, STATE, AND LOCAL SHARE OF FINANCES, 1978-79

	State-Local General Expenditures From ALL Sources			State-Local General Expenditures From OWN Sources			
	Total (millions)	Percent Financed by			Total (millions)	State Financed	
		Federal	State	Local		Percent	U.S.Rank
General	\$1,032.3	23.5%	49.8%	26.6%	\$789.7	65.2%	13
Local Education	227.4	8.4	46.1	45.6	208.4	50.3	26
Public Welfare	84.8	57.4	33.4	9.2	36.1	78.4	35
Health & Hospitals	43.6	20.4	79.4	0.2	34.7	99.7	2
Highways	178.3	24.5	43.7	31.7	134.6	57.9	36

## PROPERTY TAX RELIEF AND REFORM

Homestead Exemption or Credit: Elderly or disabled homeowners with incomes below \$9,000 have valuation reduced up to \$4,000.

Circuit Breaker: Elderly and disabled renters with income below \$9,000 are eligible for tax credit of up to \$475 if rent exceeds 4% of income.

Classified Property Tax: No.

Local Revenue Diversification: Municipal utilities and license taxes.

School Aid Program: Basic support program is foundation type with aid equal to foundation level times the number of pupils, net of the required local effort of 20 mills. Additional aid is provided for handicapped students.

State-Local Shared Revenues: Five percent of state income and sales tax receipts are distributed to cities and counties; half according to population and half according to property tax levies. Other programs include reimbursement for the personal property exemption. Total general local support was \$20.1 million in 1979.

## STATE AND LOCAL TAXES WITH AN INITIAL IMPACT ON BUSINESS AS A PERCENT OF STATE PERSONAL INCOME SELECTED YEARS, 1957-77

	1977	1967	1962	1957
With Unemployment Compensation Taxes	3.56	3.26	3.90	3.30
As Percent of U.S. Average	78	83	94	95
Without Unemployment Compensation Taxes	3.16	2.94	3.50	2.98
As Percent of U.S. Average	80	85	100	98

Business Share of Total State-Local Taxes Without Unemployment Comp.	1977	1967	1962	1957
	26.7	25.4	25.7	25.8

## NOTES

\*Average income of family with FHA insured mortgage living in SMSA with state's most populous city. Property taxes are SMSA average.  
\*\* Includes Medicaid.

## TRENDS--OHIO STATE AND LOCAL REVENUES AND EXPENDITURES AS A PERCENTAGE OF STATE PERSONAL INCOME, SELECTED YEARS 1942-80

State and Local Revenues and Expenditures	1980 Amount (millions)	As a Percentage of Personal Income						
		1980	U.S. Average	1977	1972	1967	1957	1942
General Revenue	\$382,321.6	19.8%	100%	20.8%	19.5%	15.7%	10.9%	8.5%
--U.S. State and Local								
General Revenue-- OH	14,959.3	16.0	81	16.4	15.4	12.4	8.8	7.5
Federal Aid	3,081.3	3.3	77	3.3	2.3	1.8	0.7	0.6
Total Own Source Revenue	11,878.1	12.7	82	13.1	13.1	10.6	8.1	6.9
Property Tax	3,034.3	3.2	91	3.7	4.4	4.3	3.2	2.9
Income Tax	2,361.5	2.5	86	2.2	1.3	0.4	0.3	—
General Sales Tax	1,595.9	1.7	63	1.8	1.7	1.2	1.1	0.9
Other Taxes	1,756.1	1.9	76	2.2	2.7	2.4	2.1	2.3
Charges & Miscellaneous	3,130.4	3.3	85	3.2	2.9	2.3	1.4	0.8
Direct General Expenditure								
--U.S. State and Local	\$367,339.9	19.0	100%	20.0	19.7	16.1	11.6	7.5
Direct Gen. Expenditure-- OH	15,447.0	16.5	87	17.2	15.4	12.8	9.8	6.5
Education	5,929.2	6.3	91	7.0	6.7	5.4	3.6	2.0
Public Welfare**	1,827.7	2.0	83	1.9	1.6	1.1	0.8	0.9
Highways	1,180.6	1.3	76	1.4	1.8	2.2	2.0	1.2
Health & Hospitals	1,624.5	1.7	100	1.6	1.2	0.7	0.7	0.3

## OHIO TAX BURDENS AND DEBT

Direct Taxes as a Percentage of City Average Family Income,* 1980		State Sales Tax Rate, 1981	1979 Tax Wealth	99
Federal Personal		General Sales 4% + local	1979 Tax Effort	86
Income Tax	12.4	Food Exemption Yes		
Social Security Tax	5.7	Cigarettes (pack) \$.15	<u>Per Capita State and Local Debt Outstanding 1978-79</u>	
Local Property Tax	2.0	Gasoline (gallon) \$.103	As Percent of U.S. Average	
State-Local Personal		Effective Property Tax Rate, FHA Insured Mortgage, '80:1.08%	Long Term	\$ 815
Income Tax	3.1		Full Faith	475
State-Local General		Effective State Personal Income Tax Rates, by Income	Nonguaranteed	340
Sales Tax	1.0	Level of 4 Person Family, 1980	Short Term	103
Total	24.2	\$10,000: 0.5% \$17,500: 1.0%	Total	918
As a Percent of U.S.		\$25,000: 1.5% \$50,000: 2.3%		66
Median	102			
Average Family Income*	27,700			

## OHIO STATE-LOCAL EMPLOYMENT AND SALARIES

	Number of Full-Time Equivalent Employees, 1979-80	Total Salaries as a Percent of State Personal Income, 1979-80	Average Salary Per Full-Time Employee, 1979-80	U.S. Average Salary Per Full-Time Employee, 1979-80
State	114,997	2.0%	\$15,852	\$16,476
Counties	73,424	1.0	12,336	14,136
Municipalities	75,095	1.3	16,368	16,428
Townships	5,473	0.1	13,632	16,284
Ind. School Dist.	189,613	3.3	16,620	16,308
Special Districts	14,188	0.2	15,936	16,332
Total State & Local	472,790	7.9	15,648	16,044

## STATE REVENUE AND EXPENDITURE LIMITS

No limits.

## LOCAL REVENUE AND EXPENDITURE LIMITS

Overall Rate Limit (Constitutional & Stat. 1925)  
Aggregate level of taxes that can be levied in any subdivision without voter approval limited to 10 mills. Certain funds excluded from the limit. School districts must levy 20 mills.  
Levy Limit (Statutory, 1976, amended 1980)  
Levies above 10 mills rolled back by applying a tax reduction factor to offset increases in assessed value.

## GENERAL REVENUE, 1978-79

Level	Total (millions)	Per Capita \$1,560	Percentage Distribution by Source						
			Federal Aid 21.9%	State Aid N.A.	Property Tax 18.9%	Gen.Sales Tax 13.6%	Income Tax 14.3%	Other Tax 13.1%	Charges & Misc. 18.2%
U.S. State & Local	\$343,278.4	\$1,560	21.9%	N.A.	18.9%	13.6%	14.3%	13.1%	18.2%
Regional State & Local	61,677.9	1,494	20.6	N.A.	21.3	13.1	16.1	11.1	17.8
State & Local-- OH	13,902.5	1,296	21.3	N.A.	20.1	11.3	14.7	13.0	19.4
State	7,897.7	734	26.4	N.A.	1.7	18.1	17.4	21.4	13.9
Local	9,146.7	852	9.6	33.3	29.1	1.5	7.7	1.3	17.4
County	2,041.6	190	9.5	35.2	18.5	4.5	--	2.6	25.9
Municipal	2,514.5	234	20.7	10.2	11.0	--	28.0	2.3	25.7
Ind. School Dist.	4,140.9	386	0.4	48.4	44.3	--	--	--	6.8

## DIRECT GENERAL EXPENDITURE, 1978-79

Level	Total (millions)	Per Capita \$1,481	Percentage Distribution by Function				
			Education 36.6%	Highways 8.7%	Public Welfare** 12.4%	Health & Hospitals 8.7%	All Other 33.6%
U.S. State & Local	\$326,024.0	\$1,481	36.6%	8.7%	12.4%	8.7%	33.6%
Regional State & Local	59,115.7	1,432	38.5	8.4	13.6	8.4	31.2
State & Local-- OH	13,884.6	1,294	38.9	7.9	11.7	9.3	32.1
State	4,958.0	462	28.0	11.7	24.0	14.6	21.7
Local	8,926.6	832	44.9	5.8	4.9	6.4	37.9
County	1,963.7	183	2.2	9.0	22.2	22.3	44.4
Municipal	2,395.9	223	--	11.3	0.1	4.5	84.1

## OHIO STATE-LOCAL GENERAL EXPENDITURES--FEDERAL, STATE, AND LOCAL SHARE OF FINANCES, 1978-79

	State-Local General Expenditures From ALL Sources				State-Local General Expenditures From OWN Sources		
	Total (millions)	Percent Financed by			Total (millions)	State Financed Percent	U.S.Rank
		Federal	State	Local			
General	\$13,886.7	21.3%	41.6%	37.1	\$10,925.0	52.9%	38
Local Education	3,661.7	6.3	43.1	50.5	3,429.7	46.0	32
Public Welfare	1,532.9	50.7	37.0	12.2	755.5	75.2	40
Health & Hospitals	1,296.8	9.3	49.5	41.2	1,175.9	54.6	25
Highways	1,098.4	23.5	58.5	18.1	840.5	76.4	13

## PROPERTY TAX RELIEF AND REFORM

Homestead Exemption or Credit: Elderly and disabled with income below \$15,000 have assessments reduced up to \$5,000. State reimburses localities.

Circuit Breaker: Homestead exemption has circuit breaker features.

Classified Property Tax: No.

Local Revenue Diversification: Fifty-two counties levy a .5% sales tax. Three transit districts also levy a sales tax. Cities may adopt an income tax up to 2% Over 400 cities have an income tax. School districts may impose an income tax up to 1%.

School Aid Program: Basic support program provides guaranteed yield for the first 20 mills with a lower guarantee for an additional 10 mills. Additional funds for districts with handicapped or disadvantaged students.

State-Local Shared Revenues: State distributes 3.5% of state sales, personal income, and corporate franchise taxes mainly according to assessed value and partly according to population and to cities with local income taxes. Total payments to general local support came to \$155.5 million in 1979.

## STATE AND LOCAL TAXES WITH AN INITIAL IMPACT ON BUSINESS AS A PERCENT OF STATE PERSONAL INCOME SELECTED YEARS, 1957-77

	1977	1967	1962	1957
With Unemployment Compensation Taxes	3.84	3.48	3.76	2.59
As Percent of U.S. Average	84	89	91	75
Without Unemployment Compensation Taxes	3.29	2.99	3.22	2.32
As Percent of U.S. Average	83	87	92	77

Business Share of Total State-Local Taxes Without Unemployment Comp.	1977	1967	1962	1957
	32.9	36.2	37.4	34.8

## NOTES

\*Average income of family with FHA insured mortgage living in SMSA with state's most populous city. Property taxes are SMSA average.  
\*\* Includes Medicaid.

## TRENDS--OKLAHOMA STATE AND LOCAL REVENUES AND EXPENDITURES AS A PERCENTAGE OF STATE PERSONAL INCOME, SELECTED YEARS 1942-80

State and Local Revenues and Expenditures	1980 Amount (millions)	As a Percentage of Personal Income						
		As Percent of		1977	1972	1967	1957	1942
		1980	U.S. Average					
General Revenue	\$382,321.6	19.8%	100%	20.8%	19.5%	15.7%	10.9%	8.5%
--U.S. State and Local								
General Revenue-- OK	4,552.2	18.5	93	19.7	19.9	18.7	14.1	10.7
Federal Aid	997.8	4.1	95	5.1	4.9	4.7	2.5	1.5
Total Own Source Revenue	3,554.4	14.4	93	14.6	15.0	14.1	11.6	9.2
Property Tax	458.0	1.9	54	2.4	2.9	3.4	2.8	3.0
Income Tax	451.8	1.8	62	1.8	1.4	0.9	0.6	0.6
General Sales Tax	544.0	2.2	81	2.2	1.8	1.4	1.3	1.0
Other Taxes	1,046.9	4.3	172	4.3	4.7	4.6	4.5	3.8
Charges & Miscellaneous	1,053.8	4.3	110	3.9	4.2	3.7	2.3	0.9
Direct General Expenditure								
--U.S. State and Local	\$367,339.9	19.0	100%	20.0	19.7	16.1	11.6	7.5
Direct Gen. Expenditure-- OK	4,254.6	17.3	91	18.4	19.7	19.0	15.0	9.1
Education	1,683.2	6.8	99	7.5	7.4	7.6	5.4	3.0
Public Welfare**	548.2	2.2	92	2.3	3.4	3.4	2.8	1.9
Highways	454.4	1.8	106	1.9	2.5	3.0	3.2	1.7
Health & Hospitals	353.7	1.4	82	1.5	1.3	1.0	0.7	0.3

## OKLAHOMA TAX BURDENS AND DEBT

Direct Taxes as a Percentage of City Average Family Income,* 1980	State Sales Tax Rates, 1981	1979 Tax Wealth	113
Federal Personal	General Sales 2% + local	1979 Tax Effort	71
Income Tax 11.3	Food Exemption No	<u>Per Capita State and Local Debt Outstanding 1978-79</u>	
Social Security Tax 6.1	Cigarettes (pack) \$.18	As Percent of U.S. Average	
Local Property Tax 1.1	Gasoline (gallon) \$.0658	Long Term \$ 1,067	80
State-Local Personal Income Tax 1.5	Effective Property Tax Rate, FHA Insured Mortgage, '80:0.91%	Full Faith 381	58
State-Local General Sales Tax 1.3	Effective State Personal Income Tax Rates, by Income	Nonguaranteed 685	103
Total 21.3	Level of 4 Person Family, 1980	Short Term 11	21
As a Percent of U.S. Median 89	\$10,000: 0.4% \$17,500: 0.7%	Total 1,077	78
Average Family Income* 24,392	\$25,000: 1.6% \$50,000: 3.3%		

## OKLAHOMA STATE-LOCAL EMPLOYMENT AND SALARIES

	Number of Full-Time Equivalent Employees, 1979-80	Total Salaries as a Percent of State Personal Income, 1979-80	Average Salary Per Full-Time Employee, 1979-80	U.S. Average Salary Per Full-Time Employee, 1979-80
State	56,220	3.3%	\$14,280	\$16,476
Counties	13,032	0.5	9,792	14,136
Municipalities	28,265	1.5	12,552	16,428
Townships	—	—	—	16,284
Ind. School Dist.	59,718	3.1	12,852	16,308
Special Districts	1,223	0.1	10,272	16,332
Total State & Local	158,458	8.5	13,008	16,044

## STATE REVENUE AND EXPENDITURE LIMITS

No limits.

## LOCAL REVENUE AND EXPENDITURE LIMITS

Overall and Specific Rate Limits (Constitutional, 1955, subsequently amended) A total of 15 mills may be levied for county, municipal, and school purposes, with 5 of these mills earmarked for schools. An additional 15 mills may be levied by school districts and an additional 5 mills may be levied by counties for schools. There are other limits for specific purposes; some require voter approval.



## GENERAL REVENUE, 1978-79

Level	Total (millions)	Per Capita	Percentage Distribution by Source						
			Federal Aid	State Aid	Property Tax	Gen. Sales Tax	Income Tax	Other Tax	Charges & Misc.
U.S. State & Local	\$343,278.4	\$1,560	21.9%	N.A.	18.9%	13.6%	14.3%	13.1%	18.2%
Regional State & Local	27,588.8	1,382	20.2	N.A.	18.6	15.6	3.3	19.5	22.9
State & Local-- OK	3,934.0	1,360	22.6	N.A.	11.0	12.0	10.9	21.5	22.0
State	2,675.3	925	25.4	N.A.	--	10.5	16.0	30.2	17.3
Local	1,965.4	680	10.6	35.1	22.0	9.8	--	1.9	20.5
County	294.4	102	8.1	33.3	33.8	--	--	0.3	23.4
Municipal	712.0	246	20.8	3.8	7.2	27.0	--	4.6	36.4
Ind. School Dist.	954.2	330	2.1	39.1	29.5	--	--	0.4	6.5

## DIRECT GENERAL EXPENDITURE, 1978-79

Level	Total (millions)	Per Capita	Percentage Distribution by Function				
			Education	Highways	Public Welfare**	Health & Hospitals	All Other
U.S. State & Local	\$326,024.0	\$1,481	36.6%	8.7%	12.4%	8.7%	33.6%
Regional State & Local	25,893.6	1,297	41.7	10.8	8.5	9.0	30.0
State & Local-- OK	3,625.0	1,253	39.9	11.0	13.5	7.9	27.7
State	1,741.2	602	29.9	13.1	27.8	8.8	20.5
Local	1,883.8	651	49.2	9.1	0.3	7.1	34.4
County	246.8	85	0.5	39.4	1.8	22.2	36.0
Municipal	663.5	229	--	11.1	0.1	11.5	77.3

## OKLAHOMA STATE-LOCAL GENERAL EXPENDITURES--FEDERAL, STATE, AND LOCAL SHARE OF FINANCES, 1978-79

	State-Local General Expenditures From ALL Sources				State-Local General Expenditures From OWN Sources		
	Total (millions)	Percent Financed by			Total (millions)	State Financed Percent	U.S. Rank
		Federal	State	Local			
General	\$3,625.0	24.5%	48.0%	27.5%	\$2,735.5	63.6%	18
Local Education	1,058.4	11.3	55.5	33.2	938.8	62.6	14
Public Welfare	494.6	61.2	37.6	1.2	192.1	96.8	13
Health & Hospitals	287.1	7.9	47.2	44.9	264.4	51.2	27
Highways	396.8	21.0	59.6	19.4	315.0	75.4	15(Tie)

## PROPERTY TAX RELIEF AND REFORM

**Homestead Exemption or Credit:** Homeowners receive exemption of \$1,000 of valuation with an additional \$1,000 valuation exemption where household gross did not exceed \$5,000 in the previous year. State reimbursement for low income exemption.

**Circuit Breaker:** Elderly and disabled homeowners with gross household income below \$7,200 eligible for income tax credit of up to \$200 for property taxes.

**Classified Property Tax:** No.

**Local Revenue Diversification:** Municipalities may levy a sales tax up to 3%. Nearly 400 municipalities have the sales tax.

**School Aid Program:** Combination foundation and guaranteed-yield type formula. Foundation program bases aid on attendance with 15 mill local share plus other local taxes. Incentive program provides guaranteed yield for levies in excess of 15 mills. Additional aid for special education.

**State-Local Shared Revenues:** Share of alcohol, gas, bus mileage, and commercial vehicle taxes distributed according to population and sparsity. Total general local support was \$8.6 million in 1979.

## STATE AND LOCAL TAXES WITH AN INITIAL IMPACT ON BUSINESS AS A PERCENT OF STATE PERSONAL INCOME SELECTED YEARS, 1957-77

	1977	1967	1962	1957
With Unemployment Compensation Taxes As Percent of U.S. Average	4.16	3.79	3.84	3.70
Without Unemployment Compensation Taxes As Percent of U.S. Average	91	96	93	107
With Unemployment Compensation Taxes As Percent of U.S. Average	3.74	3.57	3.46	3.43
Without Unemployment Compensation Taxes As Percent of U.S. Average	94	104	99	113

	1977	1967	1962	1957
Business Share of Total State-Local Taxes Without Unemployment Comp.	35.1	34.6	33.6	37.0

## NOTES

State severance tax collections in Oklahoma were \$281 million in 1979. Rents and royalties accounted for another \$28 million in state revenues.

\*Average income of family with FHA insured mortgage living in SMSA with state's most populous city. Property taxes are SMSA average.  
\*\* Includes Medicaid.

## TRENDS—OREGON STATE AND LOCAL REVENUES AND EXPENDITURES AS A PERCENTAGE OF STATE PERSONAL INCOME, SELECTED YEARS 1942-80

State and Local Revenues and Expenditures	1980 Amount (millions)	As a Percentage of Personal Income						
		As Percent of		1977	1972	1967	1957	1942
General Revenue		1980	U.S. Average					
—U.S. State and Local	\$382.321.6	19.8%	100%	20.8%	19.5%	15.7%	10.9%	8.5%
General Revenue— OR	5,113.1	22.6	114	24.1	21.3	18.0	14.2	8.0
Federal Aid	1,267.7	5.6	130	6.1	4.9	3.5	2.0	0.9
Total Own Source Revenue	3,845.4	17.0	110	18.0	16.3	14.6	12.2	7.1
Property Tax	1,006.1	4.5	129	5.9	6.2	5.2	4.4	3.1
Income Tax	1,045.4	4.6	159	4.5	3.4	3.2	3.3	0.9
General Sales Tax	—	—	—	—	—	—	—	—
Other Taxes	525.0	2.3	92	2.7	2.8	2.5	2.6	2.0
Charges & Miscellaneous	1,268.8	5.6	144	4.9	4.0	3.6	2.0	1.0
Direct General Expenditure								
—U.S. State and Local	\$367,339.9	19.0	100%	20.0	19.7	16.1	11.6	7.5
Direct Gen. Expenditure— OR	5,000.9	22.1	116	23.0	21.8	19.1	13.9	8.8
Education	1,925.4	8.5	123	9.6	9.3	8.8	5.4	1.9
Public Welfare**	476.3	2.1	88	2.4	1.7	1.1	1.1	0.8
Highways	473.2	2.1	124	1.8	3.1	3.2	3.0	1.8
Health & Hospitals	286.7	1.3	76	1.4	1.0	0.9	0.7	0.3

## OREGON TAX BURDENS AND DEBT

Direct Taxes as a Percentage of City Average Family Income,* 1980	State Sales Tax Rates, 1981	1979 Tax Wealth	105
Federal Personal	General Sales —	1979 Tax Effort	94
Income Tax 12.4	Food Exemption —	<u>Per Capita State and Local Debt Outstanding 1978-79</u>	
Social Security Tax 5.8	Cigarettes (pack) \$.09	As Percent of U.S. Average	
Local Property Tax 3.1	Gasoline (gallon) \$.07	Long Term	\$ 2,210 166
State-Local Personal Income Tax 4.2	Effective Property Tax Rate, FHA Insured Mortgage, '80:1.72%	Full Faith	1,843 279
State-Local General Sales Tax —	Effective State Personal Income Tax Rates, by Income Level of 4 Person Family, 1980	Nonguaranteed	367 55
Total 25.5	\$10,000: 2.3% \$17,500: 2.6%	Short Term	27 50
As a Percent of U.S. Median 107	\$25,000: 4.0% \$50,000: 5.6%	Total	2,237 162
Average Family Income* 27,552			

## OREGON STATE-LOCAL EMPLOYMENT AND SALARIES

	Number of Full-Time Equivalent Employees, 1979-80	Total Salaries as a Percent of State Personal Income, 1979-80	Average Salary Per Full-Time Employee, 1979-80	U.S. Average Salary Per Full-Time Employee, 1979-80
State	43,076	3.3%	\$16,764	\$16,476
Counties	14,873	1.1	16,164	14,136
Municipalities	14,742	1.2	18,912	16,428
Townships	—	—	—	16,284
Ind. School Dist.	55,870	4.0	16,332	16,308
Special Districts	6,663	0.5	17,508	16,332
Total State & Local	135,224	10.1	16,812	16,044

## STATE REVENUE AND EXPENDITURE LIMITS

Expenditure Limitation (Statutory, 1979)  
Growth in state expenditures for biennium, excluding debt service, and tax relief, limited to the increase in state personal income in the preceding two years. This statute may be amended or repealed by the legislature.

Personal Income Tax Indexation (1979)  
Personal exemption indexed to Portland C.P.I.

## LOCAL REVENUE AND EXPENDITURE LIMITS

Levy Limits (Constitutional, 1916)  
Increases in local government property tax levies, within the established tax base, limited to 6% per year. Debt service is excluded from the limit. Voters may approve levies outside the limit; these levies do not become part of the established base. Limit on Assessment Increases (Stat., 1979) Statewide average limited to 5% for residential and other property classes.

## GENERAL REVENUE, 1978-79

Level	Total (millions)	Per Capita	Percentage Distribution by Source						
			Federal Aid	State Aid	Property Tax	Gen.Sales Tax	Income Tax	Other Charges Tax & Misc.	
U.S. State & Local	\$343,278.4	\$1,560	21.9%	N.A.	18.9%	13.6%	14.3%	13.1%	18.2%
Regional State & Local	52,221.1	1,750	21.1	N.A.	16.1	16.8	15.5	11.1	19.2
State & Local-- OR	4,514.7	1,787	24.2	N.A.	20.5	--	21.6	11.5	22.4
State	2,683.4	1,062	28.3	N.A.	--	--	36.3	15.3	19.4
Local	2,606.0	1,031	12.7	29.0	35.4	--	--	4.1	18.8
County	573.2	227	27.7	34.5	16.3	--	--	4.3	16.0
Municipal	553.2	219	22.9	9.4	24.7	--	--	9.2	30.4
Ind. School Dist.	1,290.3	511	1.4	39.0	48.8	--	--	--	8.4

## DIRECT GENERAL EXPENDITURE, 1978-79

Level	Total (millions)	Per Capita	Percentage Distribution by Function				
			Education	Highways	Public Welfare**	Health & Hospitals	All Other
U.S. State & Local	\$326,024.0	\$1,481	36.6%	8.7%	12.4%	8.7%	33.6%
Regional State & Local	49,522.3	1,659	35.7	6.1	14.5	7.9	35.8
State & Local-- OR	4,383.0	1,734	38.2	8.5	10.7	5.8	36.8
State	1,794.6	710	22.6	10.4	25.1	9.1	32.9
Local	2,588.4	1,024	49.0	7.2	0.8	3.6	39.4
County	528.6	209	--	23.7	3.7	9.4	63.1
Municipal	543.5	215	--	10.9	0.1	1.0	88.0

## OREGON STATE-LOCAL GENERAL EXPENDITURES--FEDERAL, STATE, AND LOCAL SHARE OF FINANCES, 1978-79

	State-Local General Expenditures From ALL Sources				State-Local General Expenditures From OWN Sources		
	Total (millions)	Percent Financed by			Total (millions)	State Financed Percent	U.S.Rank
		Federal	State	Local			
General	\$4,383.3	24.9%	39.7%	35.4%	\$3,292.8	52.8%	39
Local Education	1,130.0	9.3	27.9	62.8	1,025.0	30.7	46
Public Welfare	470.2	52.6	42.4	5.0	223.0	89.4	26
Health & Hospitals	255.1	15.5	58.9	25.6	215.6	69.7	14
Highways	372.8	26.7	58.2	15.2	273.4	79.3	10

## PROPERTY TAX RELIEF AND REFORM

**Homestead Exemption or Credit:** State financed credit for 30% of property taxes up to a maximum payment of \$800.

**Circuit Breaker:** All homeowners and renters with household incomes below \$17,500 are eligible for an income adjusted payment of between \$36 and \$750. There is a supplemental payment for renters.

**Classified Property Tax:** Property grouped into two classes for the purpose of levy limits.

**Local Revenue Diversification:** Extensive use of municipal license taxes; little other diversification.

**School Support Program:** Basic support program provides 30% of cost of approved school program with equalization aid based on assessed valuation. Additional aid for handicapped or culturally deprived students.

**State-Local Shared Revenues:** Portion of liquor control revenues and cigarette tax receipts shared with cities and counties on a per capita basis. Timber tax receipts returned to county where revenue originated. Payments for homestead credit. Total general local support was \$49.2 million in 1979.

## STATE AND LOCAL TAXES WITH AN INITIAL IMPACT ON BUSINESS AS A PERCENT OF STATE PERSONAL INCOME SELECTED YEARS, 1957-77

	1977	1967	1962	1957
With Unemployment Compensation Taxes As Percent of U.S. Average	4.71	4.10	4.43	4.12
Without Unemployment Compensation Taxes As Percent of U.S. Average	3.66	3.52	3.52	3.61
Business Share of Total State-Local Taxes Without Un- employment Comp.	28.3	32.0	34.5	35.4

## NOTES

\*Average income of family with FHA insured mortgage living in SMSA with state's most populous city. Property taxes are SMSA average.  
\*\* Includes Medicaid.

## TRENDS--PENNSYLVANIA STATE AND LOCAL REVENUES AND EXPENDITURES AS A PERCENTAGE OF STATE PERSONAL INCOME, SELECTED YEARS 1942-80

State and Local Revenues and Expenditures	1980 Amount (millions)	As a Percentage of Personal Income						
		1980	U.S. Average	1977	1972	1967	1957	1942
General Revenue	\$382,321.6	19.8%	100%	20.8%	19.5%	15.7%	10.9%	8.5%
--U.S. State and Local								
General Revenue-- PA	18,296.1	18.2	92	18.3	17.9	13.1	9.2	8.5
Federal Aid	3,680.5	3.7	86	4.1	2.9	1.9	0.6	0.7
Total Own Source Revenue	14,615.6	14.6	94	14.2	15.0	11.2	8.6	7.8
Property Tax	2,957.9	2.9	83	3.1	3.4	3.2	2.5	3.6
Income Tax	3,518.5	3.5	121	3.4	3.4	1.4	1.1	0.7
General Sales Tax	1,995.8	2.0	74	2.0	2.0	1.9	0.8	z
Other Taxes	3,133.7	3.1	124	3.4	3.8	3.0	3.1	2.7
Charges & Miscellaneous	3,009.7	3.0	77	2.3	2.3	1.8	1.1	0.7
Direct General Expenditure								
--U.S. State and Local	\$367,339.9	19.0	100%	20.0	19.7	16.1	11.6	7.5
Direct Gen. Expenditure-- PA	17,429.8	17.4	92	18.2	18.0	13.5	9.2	7.6
Education	6,123.3	6.1	88	6.3	7.3	5.6	3.3	2.2
Public Welfare**	2,803.4	2.8	117	3.2	2.3	1.1	0.6	1.1
Highways	1,128.8	1.1	65	1.5	2.0	2.1	1.6	1.3
Health & Hospitals	1,112.6	1.1	65	1.3	1.1	0.8	0.7	0.4

## PENNSYLVANIA TAX BURDENS AND DEBT

Direct Taxes as a Percentage of City Average Family Income,* 1980	State Sales Tax Rates, 1981	1979 Tax Wealth	92
Federal Personal	General Sales 6%	1979 Tax Effort	105
Income Tax 12.5	Food Exemption Yes	<u>Per Capita State and Local Debt Outstanding 1978-79</u>	
Social Security Tax 5.6	Cigarettes (pack) \$.18	As Percent of U.S. Average	
Local Property Tax 4.0	Gasoline (gallon) \$.11	Long Term \$1,635	123
State-Local Personal Income Tax 4.3	Effective Property Tax Rate, FHA Insured Mortgage, '80:1.57%	Full Faith 650	98
State-Local General Sales Tax 0.8	Effective State Personal Income Tax Rates, by Income	Nonguaranteed 984	147
Total 27.2	Level of 4 Person Family, 1980	Short Term 57	106
As a Percent of U.S. Median 114	\$10,000: 2.2% \$17,500: 2.2%	Total 1,692	122
Average Family Income* 28,112	\$25,000: 2.2% \$50,000: 2.2%		

## PENNSYLVANIA STATE-LOCAL EMPLOYMENT AND SALARIES

	Number of Full-Time Equivalent Employees, 1979-80	Total Salaries as a Percent of State Personal Income, 1979-80	Average Salary Per Full-Time Employee, 1979-80	U.S. Average Salary Per Full-Time Employee, 1979-80
State	127,145	2.1%	\$16,548	\$16,476
Counties	47,251	0.5	11,460	14,136
Municipalities	63,009	1.0	16,668	16,428
Townships	14,964	0.2	14,232	16,284
Ind. School Dist.	200,813	3.3	16,872	16,308
Special Districts	22,204	0.4	16,992	16,332
Total State & Local	475,386	7.6	16,140	16,044

## STATE REVENUE AND EXPENDITURE LIMITS

No limits although proportional income tax prevents unlegislated income tax rate increases.

## LOCAL REVENUE AND EXPENDITURE LIMITS

Property Tax Rate Limits (Statutory, 1949, 1955, various other years)  
Counties with population below 500,000 have 30 mill limit with adjustments for services provided to municipalities. Cities, boroughs, and townships have numerous limits. School districts are generally limited to 25 mills. Debt service excluded from limitations.



## GENERAL REVENUE, 1978-79

Level	Total (millions)	Per Capita \$	Percentage Distribution by Source						
			Federal Aid	State Aid	Property Tax	Gen.Sales Tax	Income Tax	Other Tax	Charges & Misc.
U.S. State & Local	\$343,278.4	\$1,560	21.9%	N.A.	18.9%	13.6%	14.3%	13.1%	18.2%
Regional State & Local	76,412.1	1,815	21.5	N.A.	21.4	11.0	18.9	12.4	14.8
PA. State & Local-- PA	16,834.0	1,435	20.6	N.A.	16.0	11.3	19.4	17.5	15.2
State	10,446.0	890	25.0	N.A.	0.4	18.1	23.0	23.3	9.4
Local	9,838.0	839	8.7	34.4	26.9	--	8.8	5.2	16.0
County	1,328.0	113	8.6	43.8	31.6	--	--	0.6	14.5
Municipal	2,309.8	197	15.8	17.6	18.1	--	24.4	5.7	17.0
Ind. School Dist.	4,778.4	407	0.9	45.1	35.0	--	4.4	6.6	8.0

## DIRECT GENERAL EXPENDITURE, 1978-79

Level	Total (millions)	Per Capita \$	Percentage Distribution by Function				
			Education	Highways	Public Welfare**	Health & Hospitals	All Other
U.S. State & Local	\$326,024.0	\$1,481	36.6%	8.7%	12.4%	8.7%	33.6%
Regional State & Local	71,955.2	1,709	32.9	6.2	14.5	7.9	38.5
PA. State & Local-- PA	15,900.9	1,355	35.2	6.6	16.6	7.0	34.6
State	6,370.9	543	19.7	10.1	36.1	10.9	23.2
Local	9,530.0	812	45.6	4.2	3.5	4.4	42.3
County	1,210.2	103	0.1	2.9	21.6	13.2	62.2
Municipal	2,260.0	193	0.2	8.3	3.3	4.4	83.8

## PENNSYLVANIA STATE-LOCAL GENERAL EXPENDITURES--FEDERAL, STATE, AND LOCAL SHARE OF FINANCES, 1978-79

	State-Local General Expenditures From ALL Sources				State-Local General Expenditures From OWN Sources		
	Total (millions)	Percent Financed by			Total (millions)	State Financed Percent	U.S. Rank
		Federal	State	Local			
General	\$15,959.7	21.7%	43.5%	34.9%	\$12,495.2	55.5%	30
Local Education	4,845.0	9.1	45.3	45.6	4,404.1	49.8	27
Public Welfare	2,738.0	52.3	41.6	6.0	1,304.6	87.3	30
Health & Hospitals	1,108.0	6.9	72.2	20.9	1,031.0	77.6	10
Highways	1,046.3	15.5	59.3	25.2	884.1	70.2	22

## PROPERTY TAX RELIEF AND REFORM

Homestead Exemption or Credit: No.

Circuit Breaker: Low income elderly and disabled home owners and renters receive payment from state up to a maximum of \$400.

Classified Property Tax: No.

Local Revenue Diversification: Cities, townships, boroughs, and school districts meeting size criteria may levy individual compensation and net profit tax up to a total combined maximum of 1%. There is widespread use of these taxes.

School Aid Program: Local wealth measured 40% by personal income ratio and 60% market valuation ratio. Wealth measure is divided by weighted average daily attendance. Available aid allocated by formula with certain minimums. Additional aid for districts with high and low density and poverty families.

State-Local Shared Revenues: Alcoholic beverage license taxes and public utility taxes distributed to cities and towns where revenue originated. Total payments for all shared revenues came to \$44 million in 1979.

STATE AND LOCAL TAXES WITH AN INITIAL IMPACT ON BUSINESS AS A PERCENT OF STATE PERSONAL INCOME  
SELECTED YEARS, 1957-77

	1977	1967	1962	1957
With Unemployment Compensation Taxes As Percent of U.S. Average	4.11	3.89	4.03	3.77
	90	99	97	109

	1977	1967	1962	1957
Without Unemployment Compensation Taxes As Percent of U.S. Average	3.49	3.03	2.97	3.04
	88	88	85	100

Business Share of Total State-Local Taxes Without Un- employment Comp.	1977	1967	1962	1957
	29.4	32.2	33.0	40.4

## NOTES

\*Average income of family with FHA insured mortgage living in SMSA with state's most populous city. Property taxes are SMSA average.  
\*\* Includes Medicaid.

## TRENDS--RHODE ISLAND STATE AND LOCAL REVENUES AND EXPENDITURES AS A PERCENTAGE OF STATE PERSONAL INCOME, SELECTED YEARS 1942-80

State and Local Revenues and Expenditures	1980 Amount (millions)	As a Percentage of Personal Income						
		1980	U.S. Average	1977	1972	1967	1957	1942
General Revenue	\$382,321.6	19.8%	100%	20.8%	19.5%	15.7%	10.9%	8.5%
--U.S. State and Local	1,696.4	21.5	109	21.3	18.5	14.2	9.7	6.4
General Revenue-- RI	431.3	5.5	128	5.8	3.8	2.8	1.2	0.4
Federal Aid	1,265.1	16.0	103	15.5	14.7	11.4	8.5	5.9
Total Own Source Revenue	391.5	5.0	143	5.1	5.0	4.5	3.9	3.5
Property Tax	207.5	2.6	90	2.5	2.4	0.6	0.5	--
Income Tax	169.1	2.1	78	2.4	2.3	1.8	0.9	--
General Sales Tax	171.8	2.2	88	2.5	3.0	2.9	2.5	2.1
Other Taxes	325.3	4.1	105	2.9	2.0	1.6	0.9	0.3
Charges & Miscellaneous								
Direct General Expenditure								
--U.S. State and Local	\$367,339.9	19.0	100%	20.0	19.7	16.1	11.6	7.5
Direct Gen. Expenditure-- RI	1,661.0	21.0	111	20.1	17.9	16.1	10.6	6.3
Education	549.2	6.9	100	7.0	6.8	5.5	3.1	1.7
Public Welfare**	298.7	3.8	158	1.1	1.3	2.8	1.8	0.6
Highways	83.9	1.1	65	3.7	3.2	1.7	1.2	0.8
Health & Hospitals	139.9	1.8	106	1.6	1.3	1.0	0.8	0.4

## RHODE ISLAND TAX BURDENS AND DEBT

Direct Taxes as a Percentage of City Average Family Income,* 1980		State Sales Tax Rates, 1981	1979 Tax Wealth	84
Federal Personal		General Sales 6%	1979 Tax Effort	123
Income Tax 11.0		Food Exemption Yes	Per Capita State and Local Debt Outstanding 1978-79	
Social Security Tax 6.1		Cigarettes (pack) \$.18	As Percent of U.S. Average	
Local Property Tax 3.7		Gasoline (gallon) \$.12	Long Term	\$ 1,659 125
State-Local Personal		Effective Property Tax Rate, FHA Insured Mortgage, '80:1.93%	Full Faith	649 98
Income Tax 2.1		Effective State Personal Income Tax Rates, by Income	Nonguaranteed	1,011 151
State-Local General		Level of 4 Person Family, 1980	Short Term	150 280
Sales Tax 0.9		\$10,000: 0.7% \$17,500: 1.8%	Total	1,809 131
Total 23.8		\$25,000: 2.2% \$50,000: 3.8%		
As a Percent of U.S.				
Median 100				
Average Family Income* 23,833				

## RHODE ISLAND STATE-LOCAL EMPLOYMENT AND SALARIES

	Number of Full-Time Equivalent Employees, 1979-80	Total Salaries as a Percent of State Personal Income, 1979-80	Average Salary Per Full-Time Employee, 1979-80	U.S. Average Salary Per Full-Time Employee, 1979-80
State	20,004	4.0%	\$15,912	\$16,476
Counties	--	--	--	14,136
Municipalities	14,371	3.2	17,580	16,428
Townships	9,398	2.0	17,040	16,284
Ind. School Dist.	389	0.1	17,160	16,308
Special Districts	472	0.1	14,364	16,332
Total State & Local	44,634	9.4	16,692	16,044

## STATE REVENUE AND EXPENDITURE LIMITS

Expenditure Limitation (Statutory, 1977)  
Non-binding limit of 8% on increase in growth of all budget requests.

## LOCAL REVENUE AND EXPENDITURE LIMITS

No limits, although school budgets must be approved by city or town council, or by public in meeting. Levy limitation repealed in 1973. In the last three years the legislature has passed measures forbidding deficit spending by local governments and requiring proposed tax rates to be published.

## GENERAL REVENUE, 1978-79

Level	Total (millions)	Per Capita \$	Percentage Distribution by Source						
			Federal Aid	State Aid	Property Tax	Gen.Sales Tax	Income Tax	Other Tax	Charges & Misc.
U.S. State & Local	\$343,278.4	\$1,560	21.9%	N.A.	18.9%	13.6%	14.3%	13.1%	18.2%
Regional State & Local	20,241.1	1,647	23.9	N.A.	28.8	9.1	14.7	10.7	12.8
State & Local-- RI	1,523.0	1,639	25.4	N.A.	24.3	10.4	13.7	11.0	15.1
State	1,037.6	1,117	29.2	N.A.	0.6	15.2	20.2	15.8	18.6
Local	671.4	723	12.5	27.1	54.3	—	—	0.6	5.6
County	—	—	—	—	—	—	—	—	—
Municipal	395.1	425	13.7	26.8	54.8	—	—	0.6	3.8
Ind. School Dist.	8.4	9	—	46.4	—	—	—	—	1.2

## DIRECT GENERAL EXPENDITURE, 1978-79

Level	Total (millions)	Per Capita \$	Percentage Distribution by Function				
			Education	Highways	Public Welfare**	Health & Hospitals	All Other
U.S. State & Local	\$326,024.0	\$1,481	36.6%	8.7%	12.4%	8.7%	33.6%
Regional State & Local	18,808.9	1,530	34.1	7.4	15.3	6.9	36.3
State & Local-- RI	1,471.2	1,584	34.1	5.0	17.2	7.9	35.8
State	827.6	891	21.9	5.2	28.6	13.8	30.5
Local	643.6	693	49.8	4.8	2.5	0.3	42.6
County	—	—	—	—	—	—	—
Municipal	374.6	403	45.4	4.6	3.7	0.2	46.1

## RHODE ISLAND STATE-LOCAL GENERAL EXPENDITURES-- FEDERAL, STATE, AND LOCAL SHARE OF FINANCES, 1978-79

	State-Local General Expenditures From ALL Sources				State-Local General Expenditures From OWN Sources		
	Total (millions)	Percent Financed by			Total (millions)	State Financed Percent	U.S. Rank
		Federal	State	Local			
General	\$1,476.6	26.2%	47.8%	25.9%	\$1,089.6	64.8%	15
Local Education	326.6	6.5	39.9	53.6	305.2	42.6	36
Public Welfare	258.0	50.0	48.6	1.4	129.1	97.1	12
Health & Hospitals	116.1	12.2	87.8	—	101.9	100.0	1
Highways	74.1	30.5	27.9	41.6	51.5	40.2	48

## PROPERTY TAX RELIEF AND REFORM

Homestead Exemption or Credit: None, although cities and towns may elect to freeze property taxes for those homeowners over 65 years old whose household income is below \$4,000 (Higher in 3 towns).

Circuit Breaker: Elderly homeowners and renters are allowed an income tax credit for property taxes over a set percentage of income, up to a maximum credit of \$200. Income ceiling is \$10,000.

Classified Property Tax: No.

Local Revenue Diversification: Little, except for license taxes.

School Aid Program: Percentage equalizing type formula with aid distributed according to median income and property tax wealth. The minimum state share is 30% of costs and 90% of previous year's aid. Additional aid to districts with handicapped, poverty, or non-English speaking students.

State-Local Shared Revenues: Major programs include payment to cities and towns in proportion to property tax levies, other payments based on population and in compensation for state exempted property. Total general local support was \$12.5 million in 1979.

## STATE AND LOCAL TAXES WITH AN INITIAL IMPACT ON BUSINESS AS A PERCENT OF STATE PERSONAL INCOME SELECTED YEARS, 1957-77

	1977	1967	1962	1957
With Unemployment				
Compensation Taxes	4.31	3.85	4.05	3.83
As Percent of U.S.				
Average	94	98	98	111
Without Unemployment				
Compensation Taxes	3.38	3.11	3.02	2.72
As Percent of U.S.				
Average	85	91	86	90

Business Share of Total State-Local Taxes Without Un- employment Comp.	1977	1967	1962	1957
	26.7	32.0	31.3	35.5

## NOTES

\*Average income of family with FHA insured mortgage living in SMSA with state's most populous city. Property taxes are SMSA average.

\*\* Includes Medicaid.

## TRENDS--SOUTH CAROLINA STATE AND LOCAL REVENUES AND EXPENDITURES AS A PERCENTAGE OF STATE PERSONAL INCOME, SELECTED YEARS 1942-80

State and Local Revenues and Expenditures	1980 Amount (millions)	As a Percentage of Personal Income						
		1980	U.S. Average	1977	1972	1967	1957	1942
General Revenue	\$382,321.6	19.8%	100%	20.8%	19.5%	15.7%	10.9%	8.5%
--U.S. State and Local								
General Revenue-- SC	4,020.6	19.4	98	19.3	18.4	15.3	12.5	8.8
Federal Aid	968.5	4.7	109	5.1	3.9	2.9	1.7	1.3
Total Own Source Revenue	3,052.1	14.8	95	14.2	14.4	12.3	10.9	7.5
Property Tax	497.6	2.4	69	2.5	2.6	2.0	2.0	2.4
Income Tax	648.3	3.1	107	2.7	2.2	2.0	1.2	0.8
General Sales Tax	576.5	2.8	104	2.8	3.0	2.1	1.9	—
Other Taxes	486.7	2.4	96	2.7	3.2	3.4	3.6	3.4
Charges & Miscellaneous	843.0	4.1	105	3.4	3.4	2.7	2.1	0.8
Direct General Expenditure								
--U.S. State and Local	\$367,339.9	19.0	100%	20.0	19.7	16.1	11.6	7.5
Direct Gen. Expenditure-- SC	3,958.4	19.1	101	18.2	18.1	15.0	12.9	8.7
Education	1,698.5	8.2	119	7.8	8.1	7.0	5.6	2.3
Public Welfare**	363.1	1.8	74	1.6	1.2	0.7	1.1	0.4
Highways	286.6	1.4	83	1.2	2.1	2.4	2.1	1.8
Health & Hospitals	564.7	2.7	159	2.4	1.9	1.4	1.2	0.5

## SOUTH CAROLINA TAX BURDENS AND DEBT

Direct Taxes as a Percentage of City Average Family Income,* 1980	State Sales Tax Rates, 1981	1979 Tax Wealth	77
Federal Personal	General Sales 4%	1979 Tax Effort	92
Income Tax 9.4	Food Exemption No	<u>Per Capita State and Local Debt Outstanding 1978-79</u>	
Social Security Tax 6.1	Cigarettes (pack) \$.07	As Percent of U.S. Average	
Local Property Tax 2.0	Gasoline (gallon) \$.11	Long Term \$ 978	74
State-Local Personal	Effective Property Tax Rate, FHA Insured Mortgage, '80:0.81%	Full Faith 436	66
Income Tax 2.4	Effective State Personal Income Tax Rates, by Income	Nonguaranteed 542	81
State-Local General	Level of 4 Person Family, 1980	Short Term 22	41
Sales Tax 1.3	\$10,000: 1.6% \$17,500: 2.0%	Total 1,000	72
Total 21.2	\$25,000: 3.3% \$50,000: 4.8%		
As a Percent of U.S.			
Median 89			
Average Family Income* 19,292			

## SOUTH CAROLINA STATE-LOCAL EMPLOYMENT AND SALARIES

	Number of Full-Time Equivalent Employees, 1979-80	Total Salaries as a Percent of State Personal Income, 1979-80	Average Salary Per Full-Time Employee, 1979-80	U.S. Average Salary Per Full-Time Employee, 1979-80
State	61,138	4.4%	\$14,808	\$16,476
Counties	20,201	1.1	11,052	14,136
Municipalities	13,387	0.7	11,196	16,428
Townships	—	—	—	16,284
Ind. School Dist.	62,840	3.6	12,144	16,308
Special Districts	3,218	0.2	10,356	16,332
Total State & Local	160,784	10.0	12,900	16,044

## STATE REVENUE AND EXPENDITURE LIMITS

Expenditure Limitation (Statutory, 1980)

Increases in state expenditures held to the average growth in state personal income over the 3 previous years. All state expenditures are covered by the limit. The statute can be amended or repealed by the legislature.

Individual Income Tax Indexation (1980)

Brackets, exemptions, and standard deductions indexed to South Carolina Consumer Price Index.

## LOCAL REVENUE AND EXPENDITURE LIMITS

Levy Limits (Statutory, 1976)

South Carolina adopted a classified property tax system in 1976. During the transition local governments could not increase property tax levies more than 1% on any subdivision.



## GENERAL REVENUE, 1978-79

Level	Total (millions)	Per Capita \$1,560	Percentage Distribution by Source						
			Federal Aid 21.9%	State Aid N.A.	Property Tax 18.9%	Gen. Sales Tax 13.6%	Income Tax 14.3%	Other Charges Tax & Misc. 13.1%	
U.S. State & Local	\$343,278.4	\$1,560	21.9%	N.A.	18.9%	13.6%	14.3%	13.1%	18.2%
Regional State & Local	65,746.5	1,318	24.7	N.A.	12.8	15.7	10.6	16.1	20.1
State & Local— SC	3,632.9	1,239	25.6	N.A.	12.2	14.5	15.3	12.9	19.5
State	2,644.4	902	29.7	N.A.	0.2	19.9	21.0	16.5	11.8
Local	1,673.0	571	8.7	39.4	26.1	—	—	1.9	23.8
County	490.2	167	9.2	23.0	21.3	—	—	1.3	45.1
Municipal	248.3	85	26.1	13.1	28.1	—	—	10.5	20.9
Ind. School Dist.	864.8	295	2.4	59.3	29.1	—	—	—	8.6

## DIRECT GENERAL EXPENDITURE, 1978-79

Level	Total (millions)	Per Capita \$1,481	Percentage Distribution by Function				
			Education 36.6%	Highways 8.7%	Public Welfare** 12.4%	Health & Hospitals 8.7%	All Other 33.6%
U.S. State & Local	\$326,024.0	\$1,481	36.6%	8.7%	12.4%	8.7%	33.6%
Regional State & Local	63,691.5	1,277	37.4	11.4	9.4	11.0	30.8
State & Local— SC	3,518.7	1,200	42.8	7.3	8.8	14.3	26.8
State	1,793.7	612	35.0	11.7	16.8	15.1	21.4
Local	1,725.0	588	51.0	2.7	0.4	13.4	32.5
County	483.3	165	0.2	6.4	1.5	43.7	48.2
Municipal	245.5	84	—	6.2	0.1	0.3	93.4

## SOUTH CAROLINA STATE-LOCAL GENERAL EXPENDITURES—FEDERAL, STATE, AND LOCAL SHARE OF FINANCES, 1978-79

	State-Local General Expenditures From ALL Sources				State-Local General Expenditures From OWN Sources		
	Total (millions)	Percent Financed by			Total (millions)	State Percent	State Financed U.S. Rank
		Federal	State	Local			
General	\$3,518.7	26.5%	48.5%	25.0%	\$2,587.2	66.0%	11
Local Education	982.6	15.1	54.4	30.6	834.7	64.0	13
Public Welfare	308.7	64.8	33.0	2.2	108.6	93.7	20(Tie)
Health & Hospitals	502.1	9.1	44.5	46.4	456.2	48.7	31
Highways	256.6	35.4	62.7	1.9	165.8	97.0	1

## PROPERTY TAX RELIEF AND REFORM

Homestead Exemption or Credit: Homestead exemption of \$15,000 of fair market value for elderly, blind, or disabled. The state reimburses local governments for lost revenue.

Circuit Breaker: No.

Classified Property Tax: Seven classes of property with assessment ratios of 4% to 10.5%; residences on up to 5 contiguous acres assessed at 4%.

Local Revenue Diversification: Extensive use by municipalities of local license taxes on the gross receipts of merchants and contractors.

School Aid Program: Basic support program is foundation type with state aid allocated according to pupil count weighted for grade and disabilities. Local share is 30% of full funding costs allocated according to an index of local property tax wealth.

State-Local Shared Revenues: A share of state personal and corporate income taxes distributed to counties according to population. Share of state alcohol and beer taxes distributed to counties and municipalities on a per capita basis. Payment to counties for homestead exemption. Total general local support was \$70 million in 1979.

## STATE AND LOCAL TAXES WITH AN INITIAL IMPACT ON BUSINESS AS A PERCENT OF STATE PERSONAL INCOME SELECTED YEARS, 1957-77

	1977	1967	1962	1957
With Unemployment Compensation Taxes As Percent of U.S. Average	3.34	3.63	3.39	3.26
Without Unemployment Compensation Taxes As Percent of U.S. Average	73	92	82	94
Business Share of Total State-Local Taxes Without Unemployment Comp.	26.1	33.3	31.5	32.8

## NOTES

\*Average income of family with FHA insured mortgage living in SMSA with state's most populous city. Property taxes are SMSA average.

\*\* Includes Medicaid.

## TRENDS--SOUTH DAKOTA STATE AND LOCAL REVENUES AND EXPENDITURES AS A PERCENTAGE OF STATE PERSONAL INCOME, SELECTED YEARS 1942-80

State and Local Revenues and Expenditures	1980 Amount (millions)	As a Percentage of Personal Income						
		1980	U.S. Average	1977	1972	1967	1957	1942
General Revenue	\$382,321.6	19.8%	100%	20.8%	19.5%	15.7%	10.9%	8.5%
--U.S. State and Local								
General Revenue-- SD	1,106.7	21.5	103	23.3	22.6	20.4	15.3	12.6
Federal Aid	315.8	6.1	130	6.3	4.9	4.4	2.5	1.4
Total Own Source Revenue	790.9	15.4	97	16.9	17.7	16.0	12.7	11.2
Property Tax	242.0	4.7	132	6.0	7.0	7.0	6.0	5.5
Income Tax	3.3	0.1	4	0.1	z	z	z	0.2
General Sales Tax	166.2	3.2	115	3.2	2.8	1.9	1.2	0.8
Other Taxes	132.6	2.6	100	3.1	3.4	3.5	3.1	2.5
Charges & Miscellaneous	246.8	4.8	117	4.6	4.5	3.6	2.4	2.2
Direct General Expenditure								
--U.S. State and Local	\$367,339.9	19.0	100%	20.0	19.7	16.1	11.6	7.5
Direct Gen. Expenditure-- SD	1,094.6	21.3	110	23.3	21.4	20.5	15.5	10.6
Education	399.3	7.8	116	8.8	9.6	8.9	5.4	3.2
Public Welfare**	104.7	2.0	80	2.0	1.8	1.3	1.0	1.3
Highways	205.7	4.0	206	3.9	4.5	5.5	5.0	2.4
Health & Hospitals	49.7	1.0	59	1.6	0.8	0.7	0.5	0.4

## SOUTH DAKOTA TAX BURDENS AND DEBT

Direct Taxes as a Percentage of City Average Family Income,* 1980	State Sales Tax Rates, 1981	1979 Tax Wealth	92
Federal Personal	General Sales 4% + local Food Exemption Limited Credit	1979 Tax Effort	84
Income Tax	Cigarettes (pack) \$1.4	Per Capita State and Local Debt Outstanding 1978-79	
Social Security Tax	Gasoline (gallon) \$1.3	As Percent of U.S.	
Local Property Tax	Effective Property Tax Rate; FHA Insured Mortgage, '80:1.70%	Amount	Average
State-Local Personal Income Tax	Effective State Personal Income Tax Rates, by Income Level of 4 Person Family, 1980	Long Term	\$ 1,244 94
State-Local General Sales Tax	\$10,000: -- \$17,500: --	Full Faith	128 19
Total	\$25,000: -- \$50,000: --	Nonguaranteed	1,116 167
As a Percent of U.S. Median		Short Term	15 28
Average Family Income* 18,666		Total	1,259 91

## SOUTH DAKOTA STATE-LOCAL EMPLOYMENT AND SALARIES

	Number of Full-Time Equivalent Employees, 1979-80	Total Salaries as a Percent of State Personal Income, 1979-80	Average Salary Per Full-Time Employee, 1979-80	U.S. Average Salary Per Full-Time Employee, 1979-80
State	12,416	3.8%	\$14,928	\$16,476
Counties	3,292	0.7	9,876	14,136
Municipalities	4,379	1.1	12,408	16,428
Townships	106	0.2	7,680	16,284
Ind. School Dist.	14,111	3.6	12,312	16,308
Special Districts	164	z	9,372	16,332
Total State & Local	34,468	9.3	12,996	16,044

## STATE REVENUE AND EXPENDITURE LIMITS

No limits.

## LOCAL REVENUE AND EXPENDITURE LIMITS

Specific Rate Limits (Statutory, 1915, 1917 subsequently amended) Counties: 5 to 10 mills inversely related to size of tax base. Townships: 5 mills. Cities over 500 pop.: 45 mills. School Districts: 20 mills elementary or high school district; 40 combined district; lower limit for agricultural lands. Prop. 13 style limit planned for 1982 ballot.



## GENERAL REVENUE, 1978-79

Level	Total (millions)	Per Capita \$1,560	Percentage Distribution by Source						
			Federal Aid 21.9%	State Aid N.A.	Property Tax 18.9%	Gen.Sales Tax 13.6%	Income Tax 14.3%	Other Tax 13.1%	Charges & Misc. 18.2%
U.S. State & Local	\$343,278.4								
Regional State & Local	25,354.0	1,481	20.5	N.A.	20.2	11.7	15.2	12.5	20.1
State & Local-- SD	981.4	1,424	27.4	N.A.	24.1	14.9	0.3	12.7	20.7
State	603.5	876	36.3	N.A.	--	21.6	0.5	18.6	22.0
Local	475.6	690	10.4	19.3	49.6	3.4	--	2.5	14.8
County	90.9	132	12.9	8.0	54.9	--	--	6.8	16.6
Municipal	120.1	174	18.9	8.0	26.6	13.5	--	2.4	29.4
Ind. School Dist.	255.2	370	4.0	29.2	58.7	--	--	0.2	6.6

## DIRECT GENERAL EXPENDITURE, 1978-79

Level	Total (millions)	Per Capita \$1,481	Percentage Distribution by Function				
			Education 36.6%	Highways 8.7%	Public Welfare** 12.4%	Health & Hospitals 8.7%	All Other 33.6%
U.S. State & Local	\$326,024.0						
Regional State & Local	24,046.6	1,405	38.5	13.3	10.9	8.7	28.6
State & Local-- SD	988.3	1,434	38.8	17.0	9.1	4.7	30.4
State	518.4	752	26.3	19.2	16.6	6.7	31.3
Local	469.9	682	52.7	14.5	0.7	2.6	29.5
County	89.6	130	--	45.9	3.3	7.1	43.6
Municipal	117.3	170	--	17.6	0.3	4.4	77.7

## SOUTH DAKOTA STATE-LOCAL GENERAL EXPENDITURES--FEDERAL, STATE, AND LOCAL SHARE OF FINANCES, 1978-79

	State-Local General Expenditures From ALL Sources				State-Local General Expenditures From OWN Sources		
	Total (millions)	Percent Financed by			Total (millions)	State Financed Percent	U.S.Rank
		Federal	State	Local			
General	\$ 991.6	27.1%	39.6%	33.3	\$ 723.1	54.3%	36(Tie)
Local Education	240.3	13.9	16.1	70.0	206.8	18.7	48
Public Welfare	89.3	64.1	31.4	3.6	32.2	90.0	25
Health & Hospitals	46.5	38.9	41.7	19.4	28.4	68.3	15(Tie)
Highways	167.7	27.8	34.7	37.4	121.1	48.1	46

## PROPERTY TAX RELIEF AND REFORM

Homestead Exemption or Credit: Homesteads are exempt from state property taxation.

Circuit Breaker: Aged or disabled household heads are eligible for income adjusted credit from state for up to 55% of property taxes. Income ceiling for two member household is \$7,375.

Classified Property Tax: No.

Local Revenue Diversification: Incorporated cities and towns may levy any tax also levied by the state. Sixty-one cities and towns levy a sales tax of 1% to 2%.

School Aid Program: Basic support program is foundation type with aid equal to foundation level multiplied by classroom units, with amount net of required contribution of 18 mills for non-agricultural property and 15 mills for agricultural property. Additional aid for sparsity and for special education.

State-Local Shared Revenues: Major programs share 36.5% of alcoholic beverage taxes with cities and townships according to population. Other programs distribute aids back to the locality where they originated. General aids totaled \$10.6 million in 1979.

## STATE AND LOCAL TAXES WITH AN INITIAL IMPACT ON BUSINESS AS A PERCENT OF STATE PERSONAL INCOME SELECTED YEARS, 1957-77

	1977	1967	1962	1957
With Unemployment Compensation Taxes As Percent of U.S. Average	2.99	2.86	2.78	2.11
Average	65	73	67	70
Without Unemployment and towns may Compensation Taxes As Percent of U.S. Average	2.82	2.74	2.55	2.29
Average	71	80	73	66

Business Share of Total State-Local Taxes Without Unemployment Comp.	1977	1967	1962	1957
	22.8	21.9	21.6	20.9

## NOTES

\*Average income of family with FHA insured mortgage living in SMSA with state's most populous city. Property taxes are SMSA average.  
\*\* Includes Medicaid.

## TRENDS--TENNESSEE STATE AND LOCAL REVENUES AND EXPENDITURES AS A PERCENTAGE OF STATE PERSONAL INCOME, SELECTED YEARS 1942-80

State and Local Revenues and Expenditures	1980 Amount (millions)	As a Percentage of Personal Income						
		1980	U.S. Average	1977	1972	1967	1957	1942
General Revenue	\$382,321.6	19.8%	100%	20.8%	19.5%	15.7%	10.9%	8.5%
--U.S. State and Local								
General Revenue-- TN	5,888.9	18.3	92	19.1	18.3	16.0	11.6	8.0
Federal Aid	1,586.9	4.9	114	4.9	4.2	3.8	1.7	0.8
Total Own Source Revenue	4,301.9	13.4	86	14.3	14.2	12.2	9.9	7.1
Property Tax	723.3	2.2	63	2.7	2.9	2.8	2.4	2.9
Income Tax	229.0	0.7	24	0.8	0.7	0.6	0.5	0.3
General Sales Tax	1,253.0	3.9	144	4.1	3.5	2.6	1.9	—
Other Taxes	806.9	2.5	100	3.1	3.8	3.5	3.5	3.3
Charges & Miscellaneous	1,289.7	4.0	98	3.6	3.3	2.7	1.6	0.7
Direct General Expenditure								
--U.S. State and Local	\$367,339.9	19.0	100%	20.0	19.7	16.1	11.6	7.5
Direct Gen. Expenditure-- TN	5,928.6	18.4	97	18.8	18.7	17.6	11.4	7.2
Education	2,113.4	6.6	96	7.0	7.0	7.0	4.1	2.1
Public Welfare**	596.0	1.9	79	1.9	1.8	1.2	1.0	0.7
Highways	688.5	2.1	124	2.2	2.6	3.3	2.4	1.6
Health & Hospitals	762.1	2.4	141	2.1	1.8	1.6	1.0	0.5

## TENNESSEE TAX BURDENS AND DEBT

Direct Taxes as a Percentage of City Average Family Income,* 1980	State Sales Tax Rates, 1981	1979 Tax Wealth	81
Federal Personal	General Sales 4.5% + local	1979 Tax Effort	87
Income Tax	Food Exemption No	<u>Per Capita State and Local Debt Outstanding 1978-79</u>	
Social Security Tax	Cigarettes (pack) \$.13	As Percent of U.S. Average	
Local Property Tax	Gasoline (gallon) \$.09	Amount	
State-Local Personal	Effective Property Tax Rate, FHA Insured Mortgage, '80:1.27%	Long Term \$1,129	85
Income Tax		Full Faith	98
State-Local General	Effective State Personal Income Tax Rates, by Income	Nonguaranteed	73
Sales Tax	Level of 4 Person Family, 1980	Short Term	80
Total	\$10,000: — \$17,500: —	Total	85
As a Percent of U.S. Median	\$25,000: — \$50,000: —		
Average Family Income* 24,263			

## TENNESSEE STATE-LOCAL EMPLOYMENT AND SALARIES

	Number of Full-Time Equivalent Employees, 1979-80	Total Salaries as a Percent of State Personal Income, 1979-80	Average Salary Per Full-Time Employee, 1979-80	U.S. Average Salary Per Full-Time Employee, 1979-80
State	62,814	2.8%	\$14,064	\$16,476
Counties	73,529	2.6	11,304	14,136
Municipalities	83,847	3.8	14,532	16,428
Townships	—	—	—	16,284
Ind. School Dist.	1,136	z	12,468	16,308
Special Districts	3,457	0.1	11,484	16,332
Total State & Local	224,783	9.3	13,308	16,044

## STATE REVENUE AND EXPENDITURE LIMITS

Expenditure Limitation (Constitutional, 1978)  
Increases in expenditures from tax sources limited to growth of state economy. This has been measured by growth of state personal income.

## LOCAL REVENUE AND EXPENDITURE LIMITS

Full Disclosure (Statutory, 1979)  
State equalization board certifies local tax rates that produce same levy in current year as in previous year. Taxes on new construction excluded from this calculation. The certified tax rate can be exceeded only after holding a public meeting.





## GENERAL REVENUE, 1978-79

Level	Total (millions)	Per Capita \$1,560	Percentage Distribution by Source						
			Federal Aid 21.9%	State Aid N.A.	Property Tax 18.9%	Gen.Sales Tax 13.6%	Income Tax 14.3%	Other Tax 13.1%	Charges & Misc. 18.2%
U.S. State & Local	\$343,278.4	\$1,560	21.9%	N.A.	18.9%	13.6%	14.3%	13.1%	18.2%
Regional State & Local	65,746.5	1,318	24.7	N.A.	12.8	15.7	10.6	16.1	20.1
State & Local-- TN	5,295.1	1,209	25.3	N.A.	12.8	22.6	4.0	15.4	19.8
State	3,225.5	736	31.1	N.A.	—	29.2	6.6	21.4	10.9
Local	2,982.3	681	11.3	29.8	22.8	8.5	—	4.2	23.4
County	1,543.8	352	4.6	33.3	25.3	13.2	—	2.1	20.3
Municipal	1,511.8	345	13.6	23.2	19.0	—	—	6.2	21.1
Ind. School Dist.	18.0	4	1.1	55.0	—	—	—	—	8.9

## DIRECT GENERAL EXPENDITURE, 1978-79

Level	Total (millions)	Per Capita \$1,481	Percentage Distribution by Function				
			Education 36.6%	Highways 8.7%	Public Welfare** 12.4%	Health & Hospitals 8.7%	All Other 33.6%
U.S. State & Local	\$326,024.	\$1,481	36.6%	8.7%	12.4%	8.7%	33.6%
Regional State & Local	63,691.5	1,277	37.4	11.4	9.4	11.0	30.8
State & Local-- TN	5,136.3	1,173	36.5	11.6	10.7	10.9	30.4
State	2,240.7	512	28.9	16.5	23.5	9.8	21.3
Local	2,895.6	661	42.4	7.8	0.8	11.6	37.3
County	1,348.5	308	51.0	9.3	1.1	19.1	19.4
Municipal	1,405.6	321	37.2	7.1	0.5	5.7	49.6

## TENNESSEE STATE-LOCAL GENERAL EXPENDITURES--FEDERAL, STATE, AND LOCAL SHARE OF FINANCES, 1978-79

	State-Local General Expenditures From ALL Sources				State-Local General Expenditures From OWN Sources		
	Total (millions)	Percent Financed by			Total (millions)	State Financed	
		Federal	State	Local		Percent	U.S.Rank
General	\$ 5,136.3	26.1%	40.4%	33.4%	\$3,795.2	54.7%	34
Local Education	1,222.6	16.4	44.8	38.9	1,022.6	53.5	24
Public Welfare	550.4	62.6	33.1	4.3	206.1	88.5	28
Health & Hospitals	557.8	7.3	32.7	60.0	517.2	35.3	46
Highways	594.3	30.1	54.6	15.3	415.4	78.0	11

## PROPERTY TAX RELIEF AND REFORM

Homestead Exemption or Credit: Elderly or disabled taxpayers with incomes of \$4,800 or less receive a credit for taxes on the first \$12,000 of market value.

Circuit Breaker: No.

Classified Property Tax: Three classes of property: public utility (55%); industrial and commercial (40%); and farm and residential (25%).

Local Revenue Diversification: Counties, cities, and towns may each levy a sales tax not to exceed 2.25%. Ninety-four counties and 11 municipalities have imposed the sales tax. There is a local cigarette tax in one city and one county.

School Support Program: Basic support program is foundation type with aid determined by weighted pupil units with additional weighting for teacher education and experience, and for handicapped students. Local share varies with property tax wealth.

State-Local Shared Revenues: Major program shares 12.5% of state sales tax according to population. Share of tax on dividend and interest income shared with locality of origin. Total general local support was \$77.9 million in 1979.

## STATE AND LOCAL TAXES WITH AN INITIAL IMPACT ON BUSINESS AS A PERCENT OF STATE PERSONAL INCOME SELECTED YEARS, 1957-77

	1977	1967	1962	1957
With Unemployment Compensation Taxes As Percent of U.S. Average	4.16	3.48	3.41	3.17
Without Unemployment Compensation Taxes As Percent of U.S. Average	91	89	82	92
Business Share of Total State-Local Taxes Without Un- employment Comp.	34.9	31.1	31.5	31.1

## NOTES

\*Average income of family with FHA insured mortgage living in SMSA with state's most populous city. Property taxes are SMSA average.  
\*\* Includes Medicaid.

## TRENDS--TEXAS STATE AND LOCAL REVENUES AND EXPENDITURES AS A PERCENTAGE OF STATE PERSONAL INCOME SELECTED YEARS, 1942-80

State and Local Revenues and Expenditures	1980 Amount (millions)	As a Percentage of Personal Income						
		1980	U.S. Average	1977	1972	1967	1957	1942
General Revenue --U.S. State and Local	\$382,321.6	19.8%	100%	20.8%	19.5%	15.7%	10.9%	8.5%
General Revenue--TX	20,275.8	17.2	87	17.8	17.4	14.6	11.1	7.3
Federal Aid	3,763.1	3.2	74	3.5	3.4	2.6	1.4	0.7
Total Own Source Revenue	16,512.7	14.0	90	14.2	14.0	12.0	9.6	6.6
Property Tax	3,979.6	3.4	97	3.9	4.2	4.1	3.5	3.1
Income Tax	—	—	—	—	—	—	—	—
General Sales Tax	3,016.4	2.6	96	2.6	2.3	1.0	—	—
Other Taxes	4,470.3	3.8	152	4.1	4.2	4.0	4.1	2.5
Charges & Miscellaneous	5,046.4	4.3	110	3.7	3.3	2.9	2.0	0.9
Direct General Expenditure --U.S. State and Local	\$367,339.9	19.0	100%	20.0	19.7	16.1	11.6	7.5
Direct Gen. Expenditure--TX	19,376.0	16.5	87	16.8	17.5	15.2	11.4	6.7
Education	8,238.6	7.0	101	7.2	7.5	6.8	4.5	2.2
Public Welfare**	1,500.9	1.3	54	1.6	1.7	1.1	0.9	0.6
Highways	2,285.3	1.9	112	1.5	2.5	2.9	2.4	1.4
Health & Hospitals	1,779.8	1.5	88	1.7	1.3	0.9	0.6	0.3

## TEXAS TAX BURDENS AND DEBT

Direct Taxes as a Percentage of City Average Family Income,* 1980	State Sales Tax Rates, 1981	1979 Tax Wealth	122
Federal Personal	General Sales 4% + local	1979 Tax Effort	63
Income Tax 13.7	Food Exemption Yes	Per Capita State and Local Debt Outstanding 1978-79	
Social Security Tax 5.0	Cigarettes (pack) \$.185		
Local Property Tax 2.6	Gasoline (gallon) \$.05		
State-Local Personal	Effective Property Tax Rate, FHA Insured Mortgage, '80:1.57%	As Percent of U.S. Average	
Income Tax --		Long Term \$ 1,304	98
State-Local General	Effective State Personal Income Tax Rates, by Income	Full Faith 661	100
Sales Tax 1.1	Level of 4 Person Family, 1980	Nonguaranteed 643	96
Total 22.4	\$10,000: -- \$17,500: --	Short Term 18	33
As a Percent of U.S.	\$25,000: -- \$50,000: --	Total 1,322	96
Median 94			
Average Family Income* 31,486			

## TEXAS STATE-LOCAL EMPLOYMENT AND SALARIES

	Number of Full-Time Equivalent Employees, 1979-80	Total Salaries as a Percent of State Personal Income, 1979-80	Average Salary Per Full-Time Employee, 1979-80	U.S. Average Salary Per Full-Time Employee, 1979-80
State	168,995	2.2%	\$15,264	\$16,476
Counties	64,615	0.7	12,384	14,136
Municipalities	122,927	1.6	14,904	16,428
Townships	—	—	—	16,284
Ind. School Dist.	312,024	3.7	14,100	16,308
Special Districts	26,431	0.3	12,900	16,332
Total State & Local	694,992	8.4	14,316	16,044

## STATE REVENUE AND EXPENDITURE LIMITS

Expenditure Limitation (Constitutional, 1978)  
Increases in appropriations from non-dedicated sources limited to growth of state's economy measured by the growth in state personal income. The legislature may override the limit in the event of an emergency.

## LOCAL REVENUE AND EXPENDITURE LIMITS

Full Disclosure (Constitutional, 1978)  
Property tax levy, excluding taxes on new construction or newly annexed property, may not increase over 3% without holding an advertised public meeting that precedes local board action on the tax rate. Specific Rate Limits (Constitutional, 1976, amended subsequently)  
Specific rate limits on counties, cities, towns and school districts. Debt service excluded.

## GENERAL REVENUE, 1978-79

Level	Total (millions)	Per Capita	Percentage Distribution by Source						
			Federal Aid	State Aid	Property Tax	Gen.Sales Tax	Income Tax	Other Tax	Charges & Misc.
U.S. State & Local	\$343,278.4	\$1,560	21.9%	N.A.	18.9%	13.6%	14.3%	13.1%	18.2%
Regional State & Local	27,588.8	1,382	20.2	N.A.	18.6	15.6	3.3	19.5	22.9
State & Local-- TX	17,596.7	1,315	19.4	N.A.	20.8	14.8	--	21.4	23.6
State	10,100.9	755	24.7	N.A.	0.5	21.6	--	34.7	18.2
Local	10,367.7	775	8.9	27.5	34.9	4.0	--	2.6	22.3
County	1,430.8	107	9.4	4.3	49.4	--	--	4.7	31.3
Municipal	2,950.8	221	19.8	1.5	27.5	13.9	--	6.7	29.9
Ind. School Dist.	5,270.9	394	2.1	51.9	37.9	--	--	--	7.8

## DIRECT GENERAL EXPENDITURE, 1978-79

Level	Total (millions)	Per Capita	Percentage Distribution by Function				
			Education	Highways	Public Welfare**	Health & Hospitals	All Other
U.S. State & Local	\$326,024.0	\$1,481	36.6%	8.7%	12.4%	8.7%	33.6%
Regional State & Local	25,893.6	1,297	41.7	10.8	8.5	9.0	30.0
State & Local-- TX	16,616.4	1,242	41.7	10.6	8.5	9.5	29.7
State	6,170.5	461	28.0	19.9	22.2	12.1	17.7
Local	10,445.9	781	49.8	5.1	0.4	8.0	36.7
County	1,355.3	101	0.1	16.6	2.5	32.5	48.4
Municipal	2,795.7	209	--	10.9	0.2	5.3	83.6

## TEXAS STATE-LOCAL GENERAL EXPENDITURES--FEDERAL, STATE, AND LOCAL SHARE OF FINANCES, 1978-79

	State-Local General Expenditures From ALL Sources				State-Local General Expenditures From OWN Sources		
	Total (millions)	Percent Financed by			Total (millions)	State Percent	U.S. Rank
		Federal	State	Local			
General	\$16,616.4	20.6%	39.6%	39.8%	\$13,200.8	49.8%	47
Local Education	5,153.2	10.4	48.3	41.3	4,619.4	53.9	22
Public Welfare	1,410.8	66.1	31.1	2.8	478.2	91.7	24
Health & Hospitals	1,586.8	6.6	41.2	52.2	1,481.5	44.1	38
Highways	1,758.7	19.2	50.7	30.1	1,421.9	62.7	30

## PROPERTY TAX RELIEF AND REFORM

Homestead Exemption or Credit: Homestead exemption of \$3,000 of assessed value for county purposes, \$5,000 of the appraised value for school purposes (\$15,000 for elderly or disabled), minimum exemption of \$3,000 for elderly and disabled for all local purposes.

Circuit Breaker: No.

Classified Property Tax: No.

Local Revenue Diversification: Over 900 municipalities levy an additional 1% sales tax. Municipalities may levy up to a 1% sales tax with voter approval for transit districts; 28 municipalities do so.

School Aid Program: Basic support program is foundation type with supplemental equalization feature. Aid is based on enrollment and teacher units with the latter weighted for teacher experience and education. Additional equalization aid for districts with property tax wealth 10% or more below the U.S. average. Mandated minimum local tax effort.

State-Local Shared Revenues: Share of alcoholic beverage tax receipts shared equally between cities and counties where revenues originated. Total general local support was \$20.7 million in 1979.

## STATE AND LOCAL TAXES WITH AN INITIAL IMPACT ON BUSINESS AS A PERCENT OF STATE PERSONAL INCOME SELECTED YEARS, 1957-77

	1977	1967	1962	1957
With Unemployment Compensation Taxes As Percent of U.S. Average	4.71	3.97	4.70	4.14
Without Unemployment Compensation Taxes As Percent of U.S. Average	103	101	114	120
Business Share of Total State-Local Taxes Without Un- employment Comp.	42.6	41.9	46.8	52.1

## NOTES

In 1979 Texas had severance tax collections of \$1.025 billion, as well as rent and royalty revenues of \$342.8 million.

\*Average income of family with FHA insured mortgage living in SMSA with state's most populous city. Property taxes are SMSA average.

\*\* Includes Medicaid.

STATE: UTAH

POPULATION: 1,461,037

## TRENDS--UTAH STATE AND LOCAL REVENUES AND EXPENDITURES AS A PERCENTAGE OF STATE PERSONAL INCOME SELECTED YEARS, 1942-80

State and Local Revenues and Expenditures	1980 Amount (millions)	As a Percentage of Personal Income						
		1980	U.S. Average	1977	1972	1967	1957	1942
--U.S. State and Local	\$382,321.6	19.8%	100%	20.8%	19.5%	15.7%	10.9%	8.5%
General Revenue--UT	2,284.5	23.2	117	23.1	22.4	20.5	13.2	9.6
Federal Aid	581.1	5.9	137	6.4	6.0	5.3	1.9	1.7
Total Own Source Revenue	1,703.5	17.3	112	16.7	16.4	15.2	11.2	8.0
Property Tax	342.8	3.5	100	3.7	4.3	5.0	4.1	3.8
Income Tax	305.7	3.1	107	2.8	2.3	2.0	1.2	0.5
General Sales Tax	395.5	4.0	148	4.1	3.5	2.5	1.6	1.0
Other Taxes	182.9	1.9	76	2.1	2.5	2.4	2.4	1.9
Charges & Miscellaneous	476.6	4.8	123	4.1	3.8	3.2	1.9	0.8
Direct General Expenditure								
--U.S. State and Local	\$367,339.9	19.0	100%	20.0	19.7	16.1	11.6	7.5
Direct Gen. Expenditure--UT	2,359.0	24.0	126	23.4	22.0	21.3	13.4	8.6
Education	1,073.6	10.9	158	11.6	10.9	11.4	6.0	3.0
Public Welfare**	188.0	1.9	79	1.8	1.9	1.3	1.1	1.8
Highways	279.3	2.8	164	2.4	3.4	3.6	2.4	1.5
Health & Hospitals	148.4	1.5	88	1.4	1.0	0.9	0.7	0.3

## UTAH TAX BURDENS AND DEBT

Direct Taxes as a Percentage of City Average Family Income,* 1980	State Sales Tax Rates, 1981	1979 Tax Wealth	88
Federal Personal	General Sales 4% + local	1979 Tax Effort	99
Income Tax 12.0	Food Exemption No	<u>Per Capita State and Local Debt Outstanding 1978-79</u>	
Social Security Tax 6.0	Cigarettes (pack) \$.10	As Percent of U.S. Average	
Local Property Tax 2.3	Gasoline (gallon) \$.11	Amount	Average
State-Local Personal	Effective Property Tax Rate, FHA Insured Mortgage, '80: 1.02%	Long Term \$ 875	66
Income Tax 3.5	Effective State Personal Income Tax Rates, by Income	Full Faith 454	69
State-Local General	Level of 4 Person Family, 1980	Nonguaranteed 421	63
Sales Tax 1.5	\$10,000: 2.0% \$17,500: 2.4%	Short Term 1	2
Total 25.3	\$25,000: 3.5% \$50,000: 4.1%	Total 876	63
As a Percent of U.S. 106			
Median			
Average Family Income* 26,326			

## UTAH STATE-LOCAL EMPLOYMENT AND SALARIES

	Number of Full-Time Equivalent Employees, 1979-80	Total Salaries as a Percent of State Personal Income, 1979-80	Average Salary Per Full-Time Employee, 1979-80	U.S. Average Salary Per Full-Time Employee, 1979-80
State	25,793	4.4%	\$16,980	\$16,476
Counties	6,915	1.1	15,264	14,136
Municipalities	7,216	1.2	16,032	16,428
Townships	—	—	—	16,284
Ind. School Dist.	26,184	3.9	14,904	16,308
Special Districts	1,565	0.2	14,676	16,332
Total State & Local	67,673	10.8	15,852	16,044

## STATE REVENUE AND EXPENDITURE LIMITS

Expenditure Limitation (Statutory, 1979)  
Percentage increase in appropriations, excluding debt service or appropriations financed from federal aid or user charges, limited to 85% of the percentage rise in state personal income. In the event of an emergency, a 2/3 vote of each house of the legislature may override the limit.

## LOCAL REVENUE AND EXPENDITURE LIMITS

Specific Rate Limits (Statutory, 1961, 1965, amended 1975) Counties: 16 to 18 mills. Cities: 18.5 to 35 mills. Towns: 16 mills without voter approval, 20 mills with voter approval. Schools 28 mills for state aid, other specific limits.  
Revenue Limit enacted in 1979 would have limited the rise in local revenues to increases in population and 90% of the percent rise in personal income.

## GENERAL REVENUE, 1978-79

Level	Total (millions)	Per Capita \$1,560	Percentage Distribution by Source						
			Federal Aid 21.9%	State Aid N.A.	Property Tax 18.9%	Gen.Sales Tax 13.6%	Income Tax 14.3%	Other Tax 13.1%	Charges & Misc. 18.2%
U.S. State & Local	\$343,278.4	\$1,560	21.9%	N.A.	18.9%	13.6%	14.3%	13.1%	18.2%
Regional State & Local	10,189.7	1,623	22.4	N.A.	19.6	14.2	11.7	11.3	20.9
State & Local-- UT	1,959.3	1,433	24.3	N.A.	16.1	18.1	13.2	8.8	19.5
State	1,313.7	961	29.9	N.A.	--	22.1	19.7	11.1	16.5
Local	1,037.6	759	8.1	36.9	30.3	6.3	--	2.5	15.9
County	214.1	157	15.4	17.4	32.5	10.3	--	2.5	19.6
Municipal	205.4	150	12.5	6.9	17.8	20.9	--	9.8	31.6
Ind. School Dist.	586.4	429	2.7	56.2	33.1	--	--	--	7.9

## DIRECT GENERAL EXPENDITURE, 1978-79

Level	Total (millions)	Per Capita \$1,481	Percentage Distribution by Function				
			Education 36.6%	Highways 8.7%	Public Welfare** 12.4%	Health & Hospitals 8.7%	All Other 33.6%
U.S. State & Local	\$326,024.0	\$1,481	36.6%	8.7%	12.4%	8.7%	33.6%
Regional State & Local	9,408.3	1,498	42.4	11.4	8.5	8.1	29.6
State & Local-- UT	1,947.7	1,425	48.0	9.9	9.3	6.9	25.9
State	916.8	671	35.8	15.1	19.3	10.5	19.4
Local	1,030.9	754	58.9	5.2	0.4	3.8	31.7
County	185.0	135	0.1	13.9	2.1	16.9	67.1
Municipal	198.6	145	--	14.1	--	3.0	82.9

## UTAH STATE-LOCAL GENERAL EXPENDITURES--FEDERAL, STATE, AND LOCAL SHARE OF FINANCES, 1978-79

	State-Local General Expenditures From ALL Sources				State-Local General Expenditures From OWN Sources		
	Total (millions)	Percent Financed by			Total (millions)	State Financed Percent	U.S.Rank
		Federal	State	Local			
General	\$1,948.1	24.5%	47.7%	27.8%	\$1,471.1	63.2%	19(Tie)
Local Education	567.2	8.0	52.9	39.0	521.6	57.5	20
Public Welfare	184.5	61.6	37.4	1.0	70.9	97.3	10(Tie)
Health & Hospitals	135.0	10.6	67.6	21.8	120.7	75.6	13
Highways	192.1	27.9	53.1	19.0	138.5	73.6	18

## PROPERTY TAX RELIEF AND REFORM

**Homestead Exemption or Credit:** County boards of equalization may remit or abate up to \$300 of taxes for those homeowners 65 years or older whose income is under \$7,500 for individuals or \$8,000 for married couples. The maximum reduction is 50% of taxes.

**Circuit Breaker:** Elderly or widowed homeowners and renters with incomes below \$9,000 eligible for tax refund or credit of up to \$300.

**Classified Property Tax:** No.

**Local Revenue Diversification:** Counties, cities and towns may levy up to a .75% sales and use tax. An additional .25% may be levied for transit district with voter approval. All counties impose the sales tax for general purposes; three counties and one city impose the transit tax.

**School Aid Program:** Basic support program is foundation type with guaranteed yield feature. Aid is distributed on the basis of pupil units weighted for school size, grade, handicapped students, and and teacher education and experience. Guaranteed yield yield for districts levying over the minimum required tax rate. Additional aid for bilingual education.

**State-Local Shared Revenues:** Share of alcoholic beverage tax receipts distributed to cities and counties according to population. Total general local support was \$2 million in 1979.

## STATE AND LOCAL TAXES WITH AN INITIAL IMPACT ON BUSINESS AS A PERCENT OF STATE PERSONAL INCOME SELECTED YEARS, 1957-77

	1977	1967	1962	1957
With Unemployment Compensation Taxes As Percent of U.S. Average	4.14	4.44	4.72	4.24
Without Unemployment Compensation Taxes As Percent of U.S. Average	90	113	114	123
Business Share of Total State-Local Taxes Without Un- employment Comp.	3.64	4.00	4.28	3.90
	92	117	122	129
	28.9	33.2	37.8	41.7

## NOTES

\*Average income of family with FHA insured mortgage living in SMSA with state's most populous city. Property taxes are SMSA average.  
\*\* Includes Medicaid.

## TRENDS--VERMONT STATE AND LOCAL REVENUES AND EXPENDITURES AS A PERCENTAGE OF STATE PERSONAL INCOME, SELECTED YEARS 1942-80

State and Local Revenues and Expenditures	1980 Amount (millions)	As a Percentage of Personal Income						
		1980	U.S. Average	1977	1972	1967	1957	1942
General Revenue	\$382,321.6	19.8%	100%	20.8%	19.5%	15.7%	10.9%	8.5%
—U.S. State and Local								
General Revenue--VT	885.0	24.5	124	26.7	26.8	19.8	13.3	10.2
Federal Aid	275.4	7.6	177	7.9	6.2	4.9	1.8	1.1
Total Own Source Revenue	609.6	16.9	109	18.8	20.5	14.9	11.6	9.1
Property Tax	192.5	5.3	151	6.1	7.3	5.0	4.6	4.3
Income Tax	105.6	2.9	100	3.4	3.2	2.8	1.8	0.5
General Sales Tax	40.8	1.1	41	1.3	1.3	—	—	—
Other Taxes	120.9	3.3	132	4.3	5.2	4.7	3.9	3.7
Charges & Miscellaneous	149.7	4.1	105	3.7	3.6	2.3	1.3	0.6
Direct General Expenditure								
—U.S. State and Local	\$367,339.9	19.0	100%	20.0	19.7	16.1	11.6	7.5
Direct Gen. Expenditure--VT	817.5	22.6	119	24.6	26.4	22.1	14.5	9.1
Education	321.1	8.9	129	9.6	10.7	8.5	4.9	2.3
Public Welfare**	85.5	2.6	108	3.3	3.3	1.7	1.2	1.0
Highways	100.3	2.8	165	3.2	4.9	6.4	4.4	2.6
Health & Hospitals	44.4	1.2	71	1.3	1.1	0.8	0.9	0.5

## VERMONT TAX BURDENS AND DEBT

Direct Taxes as a Percentage of City Average Family Income,* 1980		State Sales Tax Rates, 1981	1979 Tax Wealth	86
Federal Personal		General Sales 3%	1979 Tax Effort	110
Income Tax	12.1	Food Exemption Yes		
Social Security Tax	5.9	Cigarettes (pack) \$.12	Per Capita State and Local Debt Outstanding 1978-79	
Local Property Tax	2.3	Gasoline (gallon) \$.11		
State-Local Personal		Effective Property Tax Rate, FHA Insured Mortgage,'80:1.60%		As Percent of U.S. Average
Income Tax	2.8		Long Term	\$ 1,282 97
State-Local General		Effective State Personal Income Tax Rates, by Income Level of 4 Person Family,'80	Full Faith	703 106
Sales Tax	0.5	\$10,000: 0.9% \$17,500: 2.1%	Nonguaranteed	579 87
Total	23.6	\$25,000: 2.7% \$50,000: 4.6%	Short Term	36 67
As a Percent of U.S.			Total	1,318 95
Median	99			
Average Family Income*	26,740			

## VERMONT STATE-LOCAL EMPLOYMENT AND SALARIES

	Number of Full-Time Equivalent Employees, 1979-80	Total Salaries as a Percent of State Personal Income, 1979-80	Average Salary Per Full-Time Employee, 1979-80	U.S. Average Salary Per Full-Time Employee, 1979-80
State	10,984	4.5%	\$15,012	\$16,476
Counties	47	0.1	9,504	14,136
Municipalities	1,422	0.6	14,316	16,428
Townships	1,778	0.6	11,952	16,284
Ind. School Dist.	10,303	3.6	12,684	16,308
Special Districts	69	2	10,044	16,332
Total State & Local	24,603	9.3	13,776	16,044

## STATE REVENUE AND EXPENDITURE LIMITS

No limits.

## LOCAL REVENUE AND EXPENDITURE LIMITS

No limits, although voter approval required for school district levies.

## GENERAL REVENUE, 1978-79

Level	Total (millions)	Per Capita	Percentage Distribution by Source						
			Federal Aid	State Aid	Property Tax	Gen.Sales Tax	Income Tax	Other Tax & Misc.	
U.S. State & Local	\$343,278.4	\$1,560	21.9%	N.A.	18.9%	13.6%	14.3%	13.1%	18.2%
Regional State & Local	20,241.1	1,647	23.9	N.A.	28.8	9.1	14.7	10.7	12.8
State & Local-- VT	791.1	1,605	28.1	N.A.	22.5	4.8	13.6	15.5	15.5
State	556.9	1,130	34.4	N.A.	--	6.9	19.2	21.9	17.1
Local	308.1	625	10.0	23.1	57.6	--	--	0.4	8.9
County	1.1	2	18.2	--	72.7	--	--	--	--
Municipal	39.6	80	28.3	6.3	42.7	--	--	1.0	21.0
Ind. School Dist.	191.2	388	0.2	30.8	63.3	--	--	--	5.5

## DIRECT GENERAL EXPENDITURE, 1978-79

Level	Total (millions)	Per Capita	Percentage Distribution by Function				
			Education	Highways	Public Welfare**	Health & Hospitals	All Other
U.S. State & Local	\$326,024.0	\$1,481	36.6%	8.7%	12.4%	8.7%	33.6%
Regional State & Local	18,808.9	1,530	34.1	7.4	15.3	6.9	36.3
State & Local-- VT	744.4	1,510	40.4	11.9	12.3	5.3	30.1
State	449.6	912	26.9	11.9	20.2	8.5	32.4
Local	294.8	598	61.1	11.9	0.1	0.4	26.5
County	1.1	2	--	--	--	--	100.0
Municipal	36.7	74	--	20.2	0.3	0.5	79.0

## VERMONT STATE-LOCAL GENERAL EXPENDITURES-- FEDERAL, STATE, AND LOCAL SHARE OF FINANCES, 1978-79

	State-Local General Expenditures From ALL Sources				State-Local General Expenditures From OWN Sources		
	Total (millions)	Percent Financed by			Total (millions)	State Financed Percent	U.S.Rank
		Federal	State	Local			
General	\$ 748.9	29.7%	48.3%	22.0%	\$ 526.6	68.7%	7
Local Education	193.3	6.5	27.1	66.4	180.8	29.0	47
Public Welfare	91.4	74.2	25.4	0.3	23.6	98.7	5
Health & Hospitals	39.3	29.3	68.2	2.5	27.8	96.4	5
Highways	88.5	27.0	42.7	30.3	64.6	58.5	33

## PROPERTY TAX RELIEF AND REFORM

Homestead Exemption or Credit: No.

Circuit Breaker: All homeowners and renters entitled to income tax credit for property taxes in excess of between 4% and 6% of income. The maximum credit is \$500. The income ceiling is \$16,000

Classified Property Tax: No.

Local Revenue Diversification: Extensive use of license taxes. Little other diversification.

School Aid Program: Percentage equalizing type formula with state share varying between 3% and 66% of total costs, depending on property tax wealth. The state provides additional funds for districts with exceptional children.

State-Local Shared Revenues: Reimbursement for railroad and flood control property exemptions. Total general local support was \$179,000 in 1979.

## STATE AND LOCAL TAXES WITH AN INITIAL IMPACT ON BUSINESS AS A PERCENT OF STATE PERSONAL INCOME SELECTED YEARS, 1957-77

	1977	1967	1962	1957
With Unemployment Compensation Taxes	4.62	3.85	3.60	3.18
As Percent of U.S. Average	101	98	87	92
Without Unemployment Compensation Taxes	4.04	3.00	3.20	2.71
As Percent of U.S. Average	102	87	91	89
Business Share of Total State-Local Taxes Without Unemployment Comp.	26.6	24.0	26.2	26.8

## NOTES

\*Average income of family with FHA insured mortgage living in SMSA with state's most populous city. Property taxes are SMSA average.  
\*\* Includes Medicaid.

## TRENDS—VIRGINIA STATE AND LOCAL REVENUES AND EXPENDITURES AS A PERCENTAGE OF STATE PERSONAL INCOME SELECTED YEARS, 1942-80

State and Local Revenues and Expenditures	1980 Amount (millions)	As a Percentage of Personal Income						
		1980	U.S. Average	1977	1972	1967	1957	1942
General Revenue	\$382,321.6	19.8%	100%	20.8%	19.5%	15.7%	10.9%	8.5%
—U.S. State and Local								
General Revenue—VA	7,807.7	17.5	88	17.9	16.9	14.0	10.4	5.6
Federal Aid	1,725.6	3.9	91	4.1	3.2	2.6	1.0	0.5
Total Own Source Revenue	6,082.0	13.6	88	13.8	13.7	11.4	9.4	5.1
Property Tax	1,260.1	2.8	80	3.1	3.1	2.8	2.4	1.7
Income Tax	1,296.9	2.9	100	2.7	2.4	2.1	2.1	0.4
General Sales Tax	802.4	1.8	67	1.8	1.9	1.1	0.1	--
Other Taxes	1,214.6	2.7	108	3.2	3.5	3.2	3.2	2.3
Charges & Miscellaneous	1,507.9	3.4	87	2.9	2.8	2.2	1.7	0.8
Direct General Expenditure								
—U.S. State and Local	\$367,339.9	19.0	100%	20.0	19.7	16.1	11.6	7.5
Direct Gen. Expenditure—VA	7,700.0	17.3	91	17.4	16.8	14.6	10.8	5.1
Education	2,909.9	6.5	94	6.8	7.3	6.3	3.8	1.6
Public Welfare**	768.2	1.7	71	1.6	1.5	0.6	0.4	0.3
Highways	935.0	2.1	124	2.3	2.4	3.0	2.8	1.3
Health & Hospitals	682.5	1.5	88	1.4	1.0	1.0	0.8	0.3

## VIRGINIA TAX BURDENS AND DEBT

Direct Taxes as a Percentage of City Average Family Income,* 1980		State Sales Tax Rates, 1981	1979 Tax Wealth	93
Federal Personal		General Sales 3% + local 1%	1979 Tax Effort	89
Income Tax	10.7	Food Exemption	Per Capita State and Local Debt Outstanding 1978-79	
Social Security Tax	6.1	Cigarettes (pack)	As Percent of U.S. Average	
Local Property Tax	1.6	Gasoline (gallon)		
State-Local Personal		Effective Property Tax Rate, FHA Insured Mortgage, '80:1.26%	Long Term	\$ 967
Income Tax	3.0	Effective State Personal Income Tax Rates, by Income	Full Faith	494
State-Local General		Level of 4 Person Family, 1980	Nonguaranteed	473
Sales Tax	1.1	\$10,000: 1.8% \$17,500: 2.3%	Short Term	56
Total	22.5	\$25,000: 3.2% \$50,000: 4.2%	Total	1,023
As a Percent of U.S.				74
Median	95			
Average Family Income*	22,938			

## VIRGINIA STATE-LOCAL EMPLOYMENT AND SALARIES

	Number of Full-Time Equivalent Employees, 1979-80	Total Salaries as a Percent of State Personal Income, 1979-80	Average Salary Per Full-Time Employee, 1979-80	U.S. Average Salary Per Full-Time Employee, 1979-80
State	94,165	3.1%	\$14,880	\$16,476
Counties	93,946	3.0	14,520	14,136
Municipalities	77,578	2.4	14,040	16,428
Townships	—	—	—	16,284
Ind. School Dist.	—	—	—	16,308
Special Districts	3,161	0.1	12,996	16,332
Total State & Local	268,850	8.6	14,484	16,044

## STATE REVENUE AND EXPENDITURE LIMITS

No limits.

## LOCAL REVENUE AND EXPENDITURE LIMITS

Full Disclosure (Statutory, 1975, amended 1979, 1981) In order for the local governing body to approve a tax rate that would increase the real estate tax more than 1% over the previous year, there must first be an advertised public meeting.



## GENERAL REVENUE, 1978-79

Level	Total (millions)	Per Capita \$1,560	Percentage Distribution by Source						
			Federal Aid 21.9%	State Aid N.A.	Property Tax 18.9%	Gen.Sales Tax 13.6%	Income Tax 14.3%	Other Tax 13.1%	Charges & Misc. 18.2%
U.S. State & Local	\$343,278.4	\$1,560							
Regional State & Local	65,746.5	1,318	24.7	N.A.	12.8	15.7	10.6	16.1	20.1
State & Local-- VA	7,162.4	1,378	22.1	N.A.	16.2	10.0	16.2	16.7	18.7
State	4,572.6	880	26.0	N.A.	0.5	11.7	25.4	18.4	16.9
Local	3,732.2	718	10.6	29.3	30.4	5.0	—	9.4	15.3
County	1,966.5	378	8.1	32.9	34.1	4.7	—	6.9	12.2
Municipal	1,681.0	323	12.8	26.5	27.7	5.5	—	12.8	13.8
Ind. School Dist.	—	—	—	—	—	—	—	—	—

## DIRECT GENERAL EXPENDITURE, 1978-79

Level	Total (millions)	Per Capita \$1,481	Percentage Distribution by Function				
			Education 36.6%	Highways 8.7%	Public Welfare** 12.4%	Health & Hospitals 8.7%	All Other 33.6%
U.S. State & Local	\$326,024.0	\$1,481					
Regional State & Local	63,691.5	1,277	37.4	11.4	9.4	11.0	30.8
State & Local-- VA	7,034.5	1,353	37.4	13.1	9.3	8.7	31.5
State	3,348.9	644	25.7	23.5	14.4	14.7	21.7
Local	3,685.6	709	47.9	3.7	4.8	3.2	40.4
County	1,877.3	361	61.9	1.1	3.9	1.8	31.4
Municipal	1,688.7	325	35.8	6.5	6.0	2.6	49.0

## VIRGINIA STATE-LOCAL GENERAL EXPENDITURES--FEDERAL, STATE, AND LOCAL SHARE OF FINANCES, 1978-79

	State-Local General Expenditures From ALL Sources				State-Local General Expenditures From OWN Sources		
	Total (millions)	Percent Financed by			Total (millions)	State Financed Percent	U.S.Rank
		Federal	State	Local			
General	\$7,034.5	22.5%	45.8%	31.6%	\$5,450.2	59.2%	27
Local Education	1,934.6	9.4	42.4	48.1	1,752.1	46.8	29
Public Welfare	654.7	56.7	32.6	10.7	283.6	75.3	39
Health & Hospitals	609.4	4.3	74.9	20.8	583.5	77.9	9
Highways	922.0	31.0	57.7	11.3	636.3	83.6	8

## PROPERTY TAX RELIEF AND REFORM

Homestead Exemption or Credit: Counties, cities, and towns are authorized to provide exemption or deferral of real estate taxes for homeowners over 65 years old with incomes below \$15,000 or net worth below \$55,000. Exemption or deferral can be for increase in taxes since homeowner was 65, or since the enactment of the law, whichever is later.

Circuit Breaker: No.

Classified Property Tax: No.

Local Revenue Diversification: All Virginia counties and independent cities levy a 1% sales tax. Hotel and motel room occupancy tax and admission taxes are common. Cigarette tax in 19 cities and 2 counties.

School Aid Program: Basic support program distributes aid according to average daily membership with the local share determined by an index of property valuation, sales, and income. Additional aids for district with handicapped students. One cent of 3 cent state sales tax returned to counties and independent cities on basis of school age population. State-Local Shared Revenues: Two-thirds of state liquor store profits and wine tax proceeds distributed to localities on per capita basis. Total general local support was \$21.5 million in 1979.

## STATE AND LOCAL TAXES WITH AN INITIAL IMPACT ON BUSINESS AS A PERCENT OF STATE PERSONAL INCOME SELECTED YEARS, 1957-77

	1977	1967	1962	1957
With Unemployment Compensation Taxes	3.33	2.83	3.07	2.65
As Percent of U.S. Average	73	72	74	77
Without Unemployment Compensation Taxes	3.09	2.68	2.76	2.47
As Percent of U.S. Average	78	78	78	82

	1977	1967	1962	1957
Business Share of Total State-Local Taxes Without Unemployment Comp.	28.4	29.1	34.3	37.3

## NOTES

Virginia's cities are independent from counties. Virginia has attempted to avoid annexation disputes by allowing localities below certain size to share revenues from a particular tract of land.

\*Average income of family with FHA insured mortgage living in SMSA with state's most populous city. Property taxes are SMSA average.

\*\* Includes Medicaid.

## TRENDS—WASHINGTON STATE AND LOCAL REVENUES AND EXPENDITURES AS A PERCENTAGE OF STATE PERSONAL INCOME SELECTED YEARS, 1942-80

State and Local Revenues and Expenditures	1980 Amount (millions)	As a Percentage of Personal Income						
		1980	U.S. Average	1977	1972	1967	1957	1942
General Revenue	\$382,231.6	19.8%	100%	20.8%	19.5%	15.7%	10.9%	8.5%
—U.S. State and Local								
General Revenue—WA	7,426.6	19.8	100	21.4	21.3	17.7	12.4	8.0
Federal Aid	1,522.8	4.1	95	4.8	3.9	3.0	1.4	1.2
Total Own Source Revenue	5,903.8	15.7	101	16.6	17.4	14.7	11.0	6.8
Property Tax	1,199.5	3.2	91	3.8	4.7	3.5	2.6	2.0
Income Tax	—	—	—	—	—	—	—	—
General Sales Tax	1,784.7	4.8	178	5.2	4.6	4.3	3.4	1.8
Other Taxes	1,099.8	2.9	116	3.2	3.6	3.5	2.8	2.2
Charges & Miscellaneous	1,819.8	4.8	123	4.3	4.5	3.4	2.2	0.9
Direct General Expenditure								
—U.S. State and Local	\$367,339.9	19.0	100%	20.0	19.7	16.1	11.6	7.5
Direct Gen. Expenditure—WA	7,358.9	19.6	103	20.5	21.6	17.8	13.7	8.5
Education	3,009.1	8.0	116	8.3	8.6	7.6	5.1	1.9
Public Welfare**	788.0	2.1	88	2.2	2.2	1.4	1.7	1.5
Highways	802.0	2.1	124	2.0	2.9	3.2	2.7	1.0
Health & Hospitals	450.5	1.2	71	1.2	1.1	0.9	0.8	0.3

## WASHINGTON TAX BURDENS AND DEBT

Direct Taxes as a Percentage of City Average Family Income,* 1980		State Sales Tax Rates, 1981	1979 Tax Wealth	103
Federal Personal		General Sales 4.5% + local	1979 Tax Effort	97
Income Tax	13.4	Food Exemption Yes	Per Capita State and Local Debt Outstanding 1978-79	
Social Security Tax	5.2	Cigarettes (pack) \$.20	As Percent of U.S. Average	
Local Property Tax	1.8	Gasoline (gallon) \$.135	Long Term	\$ 2,666
State-Local Personal		Effective Property Tax Rate, FHA Insured Mortgage, '80:1.06%	Full Faith	750
Income Tax	--		Nonguaranteed	1,917
State-Local General		Effective State Personal Income Tax Rates, by Income Level of 4 Person Family, 1980	Short Term	20
Sales Tax	1.1	\$10,000: — \$17,500: —	Total	2,687
Total	21.5	\$25,000: — \$50,000: —		194
As a Percent of U.S.				
Median	90			
Average Family Income*	30,736			

## WASHINGTON STATE-LOCAL EMPLOYMENT AND SALARIES

	Number of Full-Time Equivalent Employees, 1979-80	Total Salaries as a Percent of State Personal Income, 1979-80	Average Salary Per Full-Time Employee, 1979-80	U.S. Average Salary Per Full-Time Employee, 1979-80
State	71,419	3.5%	\$18,312	\$16,476
Counties	19,279	0.9	16,584	14,136
Municipalities	26,262	1.4	19,884	16,428
Townships	—	—	—	16,284
Ind. School Dist.	68,222	3.4	18,720	16,308
Special Districts	19,172	0.9	18,864	16,332
Total State & Local	204,354	10.1	18,540	16,044

## STATE REVENUE AND EXPENDITURE LIMITS

Revenue Limitation (Statutory, 1979)  
Percent increases in all tax revenues limited to the average rise in state personal income over the prior three years. In the event of an emergency, the legislature may override the limit by a 2/3 vote.

## LOCAL REVENUE AND EXPENDITURE LIMITS

Levy Limits (Statutory, 1971)  
Taxing districts limited to 106% of their highest levy of the past three years. Override requires voter approval. Taxes on new construction excluded from calculation. Expenditure Limit (Statutory, 1977) Increases in revenues of high spending school dists. limited to 10% of school costs plus certain other revenues. Overall and Specific Rate Limits (Const. & Stat)

GENERAL REVENUE, 1978-79

Level	Total (millions)	Per Capita \$1,560	Percentage Distribution by Source						
			Federal Aid 21.9%	State Aid N.A.	Property Tax 18.9%	Gen.Sales Tax 13.6%	Income Tax 14.3%	Other Tax 13.1%	Charges & Misc. 18.2%
U.S. State & Local	\$343,278.4	\$1,560	21.9%	N.A.	18.9%	13.6%	14.3%	13.1%	18.2%
Regional State & Local	52,221.1	1,750	21.2	N.A.	16.1	16.8	15.5	11.1	19.2
State & Local-- WA	6,893.8	1,756	22.0	N.A.	17.5	24.3	--	14.6	21.5
State	4,445.0	1,132	25.0	N.A.	9.5	34.3	--	17.3	12.0
Local	3,927.7	1,000	10.4	35.6	20.0	3.8	--	6.1	24.1
County	786.7	200	14.3	25.8	22.8	5.5	--	14.0	15.4
Municipal	916.2	233	19.8	15.1	14.0	8.6	--	13.9	26.8
Ind. School Dist.	1,700.9	433	2.5	60.4	22.7	--	--	0.1	7.2

DIRECT GENERAL EXPENDITURE, 1978-79

Level	Total (millions)	Per Capita \$1,481	Percentage Distribution by Function				
			Education 36.6%	Highways 8.7%	Public Welfare** 12.4%	Health & Hospitals 8.7%	All Other 33.6%
U.S. State & Local	\$326,024.0	\$1,481	36.6%	8.7%	12.4%	8.7%	33.6%
Regional State & Local	49,522.3	1,659	35.7	6.1	14.5	7.9	35.8
State & Local-- WA	6,426.0	1,637	41.0	11.1	8.6	6.0	33.4
State	2,826.0	720	35.0	16.5	19.6	6.7	22.3
Local	3,600.0	917	45.6	6.8	0.1	5.4	42.0
County	615.9	157	0.5	23.9	0.2	9.5	65.9
Municipal	805.2	205	0.1	12.2	0.1	2.9	84.6

WASHINGTON STATE-LOCAL GENERAL EXPENDITURES--FEDERAL, STATE, AND LOCAL SHARE OF FINANCES, 1978-79

	State-Local General Expenditures From ALL Sources				State-Local General Expenditures From OWN Sources		
	Total (millions)	Percent Financed by			Total (millions)	State Financed Percent	U.S. Rank
		Federal	State	Local			
General	\$6,448.5	23.6%	46.3%	30.2%	\$4,929.0	60.5%	24
Local Education	1,535.7	9.5	61.3	29.2	1,390.2	67.7	11
Public Welfare	563.8	60.8	39.2	--	213.8	100.0	1 (Tie)
Health & Hospitals	382.7	10.7	40.8	48.5	341.9	45.7	36
Highways	711.0	27.6	51.8	20.6	515.1	71.5	21

PROPERTY TAX RELIEF AND REFORM

Homestead Exemption or Credit: Homeowners 61 years old or older with incomes below \$10,000 are exempt from levies on the first \$15,000 of the value of a homestead. These homeowners are exempt from all excess levies if their income is \$14,000 or less.

Circuit Breaker: No, homestead exemption has circuit breaker features.

Classified Property Tax: No.

Local Revenue Diversification: Counties, cities, and towns may impose a .5% sales tax. Counties must give credit to taxpayers for a municipal tax. Thirty-eight counties and roughly 264 municipalities have imposed a sales tax.

School Aid Program: Basic school support program is foundation type with aid based on the number of pupils and teacher salary levels. State sets local revenue effort that is net of certain other local revenues. State provides additional aid for handicapped or disadvantaged students.

State-Local Shared Revenues: Liquor control profits and wine taxes distributed to "wet" localities according to population. '79 aids were \$45.9 million.

STATE AND LOCAL TAXES WITH AN INITIAL IMPACT ON BUSINESS AS A PERCENT OF STATE PERSONAL INCOME SELECTED YEARS, 1957-77

	1977	1967	1962	1957
With Unemployment Compensation Taxes	5.10	4.50	4.60	3.89
As Percent of U.S. Average	111	115	111	112
Without Unemployment Compensation Taxes	4.29	3.88	3.89	3.19
As Percent of U.S. Average	108	113	111	105
Business Share of Total State-Local Taxes Without Unemployment Comp.	35.1	34.3	35.4	36.4

NOTES

\*Average income of family with FHA insured mortgage living in SMSA with state's most populous city. Property taxes are SMSA average.

\*\* Includes Medicaid.



## TRENDS--WEST VIRGINIA STATE AND LOCAL REVENUES AND EXPENDITURES AS A PERCENTAGE OF STATE PERSONAL INCOME SELECTED YEARS, 1942-80

State and Local Revenues and Expenditures	1980 Amount (millions)	As a Percentage of Personal Income						
		1980	U.S. Average	1977	1972	1967	1957	1942
General Revenue	\$382,321.6	19.8%	100%	20.8%	19.5%	15.7%	10.9%	8.5%
--U.S. State and Local								
General Revenue--WV	2,901.9	21.0	106	20.3	20.8	17.5	9.6	9.5
Federal Aid	806.4	5.8	135	5.8	6.0	4.7	1.2	1.1
Total Own Source Revenue	2,095.5	15.1	97	14.4	14.8	12.8	8.4	8.4
Property Tax	266.8	1.9	54	2.1	2.5	2.7	1.8	2.5
Income Tax	285.3	2.1	72	1.9	1.7	0.7	—	0.2
General Sales Tax	598.5	4.3	159	4.5	3.9	3.2	2.6	2.8
Other Taxes	401.2	2.9	116	3.2	4.0	3.5	2.8	2.2
Charges & Miscellaneous	543.8	3.9	100	2.8	2.7	2.6	1.2	0.7
Direct General Expenditure								
--U.S. State and Local	\$367,339.9	19.0	100%	20.0	19.7	16.1	11.6	7.5
Direct Gen. Expenditure--WV	2,966.1	21.4	113	19.9	21.6	18.2	9.9	9.5
Education	1,068.1	7.7	112	7.4	7.8	7.4	4.0	3.3
Public Welfare**	253.7	1.8	75	1.9	1.8	1.7	1.2	1.2
Highways	601.5	4.3	226	3.6	6.6	4.7	1.9	2.2
Health & Hospitals	210.5	1.5	79	1.4	1.2	1.0	0.6	0.5

## WEST VIRGINIA TAX BURDENS AND DEBT

Direct Taxes as a Percentage of City Average Family Income,* 1980	State Sales Tax Rates, 1981	1979 Tax Wealth	95
Federal Personal	General Sales 5% + local	1979 Tax Effort	81
Income Tax 9.6	Food Exemption Yes	Per Capita State and Local Debt Outstanding 1978-79	
Social Security Tax 6.1	Cigarettes (pack) \$.17	As Percent of U.S. Average	
Local Property Tax 1.8	Gasoline (gallon) \$.105	Long Term \$1,487	112
State-Local Personal	Effective Property Tax Rate, FHA Insured Mortgage, '80:0.43%	Full Faith 714	108
Income Tax 1.6	Effective State Personal Income Tax Rates, by Income	Nonguaranteed 773	116
State-Local General	Level of 4 Person Family, 1980	Short Term 13	24
Sales Tax 0.9	\$10,000: 1.4% \$17,500: 1.4%	Total 1,500	109
Total 20.0	\$25,000: 1.9% \$50,000: 3.1%		
As a Percent of U.S.			
Median 84			
Average Family Income* 20,200			

## WEST VIRGINIA STATE-LOCAL EMPLOYMENT AND SALARIES

	Number of Full-Time Equivalent Employees, 1979-80	Total Salaries as a Percent of State Personal Income, 1979-80	Average Salary Per Full-Time Employee, 1979-80	U.S. Average Salary Per Full-Time Employee, 1979-80
State	39,693	3.7%	\$12,792	\$16,476
Counties	7,509	0.6	10,440	14,136
Municipalities	10,237	0.9	12,324	16,428
Townships	—	—	—	16,284
Ind. School Dist.	40,791	4.0	13,812	16,308
Special Districts	1,394	0.1	10,980	16,332
Total State & Local	99,624	9.3	12,972	16,044

## STATE REVENUE AND EXPENDITURE LIMITS

No limits.

## LOCAL REVENUE AND EXPENDITURE LIMITS

Overall and Specific Rate Limits (Constitutional and Statutory, 1939, 1949)  
Overall and specific rate limits for four different classes of property. Limits may be exceeded with 60% voter approval.

## GENERAL REVENUE, 1978-79

Level	Total (millions)	Per Capita	Percentage Distribution by Source						
			Federal Aid	State Aid	Property Tax	Gen.Sales Tax	Income Tax	Other Tax	Charges & Misc.
U.S. State & Local	\$343,278.4	\$1,560	21.9%	N.A.	18.9%	13.6%	14.3%	13.1%	18.2%
Regional State & Local	65,746.5	1,318	24.7	N.A.	12.8	15.7	10.6	16.1	20.1
State & Local-- WV	2,595.6	1,382	26.9	N.A.	9.5	21.7	9.4	15.5	17.2
State	1,981.3	1,055	30.9	N.A.	0.1	28.4	12.3	17.3	11.0
Local	1,157.5	616	7.4	46.8	21.1	--	--	5.0	19.7
County	162.5	87	16.4	10.2	30.6	--	--	0.4	41.4
Municipal	242.5	129	17.6	5.0	9.6	--	--	23.8	43.6
Ind. School Dist.	734.2	391	0.9	69.8	23.3	--	--	--	6.0

## DIRECT GENERAL EXPENDITURE, 1978-79

Level	Total (millions)	Per Capita	Percentage Distribution by Function				
			Education	Highways	Public Welfare**	Health & Hospitals	All Other
U.S. State & Local	\$326,024.0	\$1,481	36.6%	8.7%	12.4%	8.7%	33.6%
Regional State & Local	63,691.5	1,277	37.4	11.4	9.4	11.0	30.8
State & Local-- WV	2,621.2	1,396	37.4	18.9	8.4	6.8	28.5
State	1,539.2	820	19.8	30.8	14.2	6.9	28.3
Local	1,082.0	576	62.4	2.1	0.2	6.7	28.7
County	147.2	78	--	--	1.2	15.6	83.1
Municipal	228.1	122	--	9.7	--	21.5	68.8

## WEST VIRGINIA STATE-LOCAL GENERAL EXPENDITURES--FEDERAL, STATE, AND LOCAL SHARE OF FINANCES, 1978-79

	State-Local General Expenditures From ALL Sources				State-Local General Expenditures From OWN Sources		
	Total (millions)	Percent Financed by			Total (millions)	State Financed Percent	U.S.Rank
		Federal	State	Local			
General	\$2,621.2	26.6%	55.9%	17.5%	\$1,923.9	76.2%	4
Local Education	669.9	10.4	60.8	99.9	600.0	67.9	10
Public Welfare	219.7	64.4	34.9	0.7	78.3	98.0	9
Health & Hospitals	177.9	10.8	50.4	38.8	158.7	56.5	23
Highways	496.6	32.5	63.0	4.5	335.0	93.3	3

## PROPERTY TAX RELIEF AND REFORM

Homestead Exemption or Credit: Persons 65 years or older receive an exemption on the first \$10,000 of assessed valuation.

Circuit Breaker: Elderly homeowners and renters with household income below \$5,000 eligible for income adjusted state payment for the first \$125 of property taxes or share of rent counted as taxes.

Classified Property Tax: Four classes: 1. personal; 2. owner occupied municipal; 3. other property outside municipalities; 4. other property inside municipalities. The tax rates for the first 3 classes as a percent of the rate on the fourth class are 25%, 50%, and 75% respectively.

Local Revenue Diversification: Extensive use of municipal privilege taxes, with varying tax rates for different classes of business.

School Aid Program: Basic support program is foundation type with aid based on teacher units adjusted for teacher education and experience. Mandatory local tax effort. Additional aid for handicapped students.

State-Local Shared Revenues. Coal taxes shared with producer localities. Total was \$9 million in 1979.

## STATE AND LOCAL TAXES WITH AN INITIAL IMPACT ON BUSINESS AS A PERCENT OF STATE PERSONAL INCOME SELECTED YEARS, 1957-77

	1977	1967	1962	1957
With Unemployment Compensation Taxes As Percent of U.S. Average	5.73	4.42	4.61	3.57
Without Unemployment Compensation Taxes As Percent of U.S. Average	125	112	111	103
With Unemployment Compensation Taxes As Percent of U.S. Average	5.28	3.99	3.81	3.15
Without Unemployment Compensation Taxes As Percent of U.S. Average	133	116	109	104
Business Share of Total State-Local Taxes Without Un- employment Comp.	45.4	39.1	39.0	44.3

## NOTES

\*Average income of family with FHA insured mortgage living in SMSA with state's most populous city. Property taxes are SMSA average.

\*\* Includes Medicaid.

## TRENDS--WISCONSIN STATE AND LOCAL REVENUES AND EXPENDITURES AS A PERCENTAGE OF STATE PERSONAL INCOME SELECTED YEARS, 1942-80

State and Local Revenues and Expenditures	1980 Amount (millions)	As a Percentage of Personal Income						
		As Percent of		1977	1972	1967	1957	1942
		1980	U.S. Average					
General Revenue	\$382,321.6	19.8%	100%	20.8%	19.5%	15.7%	10.9%	8.5%
—U.S. State and Local	8,510.5	21.3	108	22.4	22.0	16.8	11.8	10.7
General Revenue-- WI	1,783.0	4.5	105	4.4	3.0	2.1	0.8	0.8
Federal Aid	6,727.5	16.8	108	18.0	19.1	14.7	10.9	10.0
Total Own Source Revenue	1,696.3	4.2	120	5.0	7.1	5.1	4.9	4.8
Property Tax	1,741.8	4.3	148	5.0	4.1	3.8	2.2	1.3
Income Tax	853.9	2.1	78	2.4	2.2	0.8	—	—
General Sales Tax	701.9	1.8	72	2.1	2.6	2.5	2.3	2.4
Other Taxes	1,733.7	4.3	110	3.6	3.0	2.5	1.5	1.4
Charges & Miscellaneous								
Direct General Expenditure								
—U.S. State and Local	\$367,339.9	19.0	100%	20.0	19.7	16.1	11.6	7.5
Direct Gen. Expenditure-- WI	8,464.2	21.1	111	22.1	21.7	17.9	12.3	8.7
Education	3,292.8	8.2	119	8.8	9.4	7.8	4.0	2.6
Public Welfare**	1,227.5	3.1	129	3.4	2.2	1.4	0.9	1.1
Highways	917.4	2.3	135	2.2	2.9	3.0	2.8	1.8
Health & Hospitals	656.6	1.6	94	1.5	1.4	1.1	1.0	0.6

## WISCONSIN TAX BURDENS AND DEBT

Direct Taxes as a Percentage of City Average Family Income,* 1980		State Sales Tax Rates, 1981	1979 Tax Wealth	96
Federal Personal		General Sales	1979 Tax Effort	119
Income Tax	12.4	Food Exemption	Per Capita State and Local Debt Outstanding 1978-79	
Social Security Tax	5.7	Cigarettes (pack)	As Percent of U.S. Average	
Local Property Tax	3.3	Gasoline (gallon)	Amount	
State-Local Personal		Effective Property Tax Rate, FHA Insured Mortgage, '80:1.67%	Long Term	\$ 1,083
Income Tax	5.7	Effective State Personal Income Tax Rates, by Income	Full Faith	808
State-Local General		Level of 4 Person Family, 1980	Nonguaranteed	275
Sales Tax	0.9	\$10,000: -0.6% \$17,500: 4.1%	Short Term	16
Total	28.0	\$25,000: 5.5% \$50,000: 7.0%	Total	1,099
As a Percent of U.S. Median	118			80
Average Family Income*	27,652			

## WISCONSIN STATE-LOCAL EMPLOYMENT AND SALARIES

	Number of Full-Time Equivalent Employees, 1979-80	Total Salaries as a Percent of State Personal Income, 1979-80	Average Salary Per Full-Time Employee, 1979-80	U.S. Average Salary Per Full-Time Employee, 1979-80
State	59,531	2.8%	\$18,960	\$16,476
Counties	41,216	1.4	13,908	14,136
Municipalities	55,389	2.5	18,480	16,428
Townships	3,333	0.1	13,248	16,284
Ind. School Dist.	65,503	2.9	17,328	16,308
Special Districts	941	0.1	21,192	16,332
Total State & Local	225,913	9.8	17,364	16,044

## STATE REVENUE AND EXPENDITURE LIMITS

Individual Income Tax Indexation (1979)  
Tax brackets indexed to U.S. Consumer Price Index up to a maximum change of 10%.

## LOCAL REVENUE AND EXPENDITURE LIMITS

Levy and General Expenditure Limits (Statutory, 1973, 1975) Percentage County, municipal, and township levy increases limited to the percent increase in statewide equalized valuation. Referendum needed to exceed limit. The '81 levy limit was 10.5%. Expenditure limit on school districts based on per pupil spending. Specific Rate Limits (Statutory) Counties, municipalities, & townships.



## GENERAL REVENUE, 1978-79

Level	Total (millions)	Per Capita \$	Percentage Distribution by Source						
			Federal Aid	State Aid	Property Tax	Gen.Sales Tax	Income Tax	Other Tax	Charges & Misc.
U.S. State & Local	\$343,278.4	\$1,560	21.9%	N.A.	18.9%	13.6%	14.3%	13.1%	18.2%
Regional State & Local	61,677.9	1,494	20.6	N.A.	21.3	13.1	16.1	11.1	17.8
State & Local-- WI	7,926.6	1,679	20.2	N.A.	20.6	10.3	21.5	8.4	18.9
State	5,232.3	1,109	25.4	N.A.	1.8	15.7	32.5	12.3	11.6
Local	5,013.6	1,062	5.5	45.5	30.6	--	--	0.5	17.9
County	1,437.7	305	5.5	50.3	15.8	--	--	0.3	24.8
Municipal	1,768.5	375	7.7	37.6	32.4	--	--	1.0	20.4
Ind. School Dist.	1,647.9	349	1.9	47.9	42.5	--	--	--	7.4

## DIRECT GENERAL EXPENDITURE, 1978-79

Level	Total (millions)	Per Capita \$	Percentage Distribution by Function				
			Education	Highways	Public Welfare**	Health & Hospitals	All Other
U.S. State & Local	\$326,024.0	\$1,481	36.6%	8.7%	12.4%	8.7%	33.6%
Regional State & Local	59,115.7	1,432	38.5	8.4	13.6	8.4	31.2
State & Local-- WI	7,627.1	1,616	39.3	10.0	14.9	7.6	28.2
State	2,641.6	560	31.6	9.4	25.7	8.0	25.3
Local	4,985.5	1,056	43.3	10.3	9.1	7.5	29.8
County	1,376.7	292	1.7	14.4	32.5	23.2	28.3
Municipal	1,681.5	356	31.2	11.8	0.4	3.1	53.6

## WISCONSIN STATE-LOCAL GENERAL EXPENDITURES--FEDERAL, STATE, AND LOCAL SHARE OF FINANCES, 1978-79

	State-Local General Expenditures From ALL Sources			State-Local General Expenditures From OWN Sources			
	Total (millions)	Percent Financed by			Total (millions)	State Financed Percent	U.S. Rank
		Federal	State	Local			
General	\$7,646.1	21.0%	47.9%	31.1%	\$6,042.2	60.7%	22
Local Education	1,976.8	5.3	36.2	58.5	1,872.3	38.2	41
Public Welfare	1,151.8	56.8	36.1	7.1	497.8	83.5	31
Health & Hospitals	583.0	8.7	44.3	47.0	532.3	48.5	32(Tie)
Highways	763.3	19.5	32.0	48.4	614.4	39.8	49

## PROPERTY TAX RELIEF AND REFORM

Homestead Exemption or Credit: Property tax relief program provides state financed credit to all property owners, including homeowners.

Circuit Breaker: All homeowners and renters with household income below \$14,000 are eligible for a tax credit based on up to \$1,000 of property taxes.

Classified Property Tax: No.

Local Revenue Diversification: Counties may adopt a .5% sales tax, although the proceeds must go to municipal and township governments. No counties have adopted the tax.

School Aid Program: Basic support program provides guaranteed yield per pupil unit, with lower guarantee for that part of a district's spending that is above the state-wide average. Additional aid for districts with handicapped, low achieving, or non-English speaking students.

State-Local Shared Revenues: Major program aids localities according to formula with local revenues adjusted by property tax wealth. Other payments include per capita aid, property tax relief, and compensation for exempted utility property. Total general local support was \$764.8 million in 1979.

## STATE AND LOCAL TAXES WITH AN INITIAL IMPACT ON BUSINESS AS A PERCENT OF STATE PERSONAL INCOME SELECTED YEARS, 1957-77

	1977	1967	1962	1957
With Unemployment Compensation Taxes	4.07	3.89	3.76	3.71
As Percent of U.S. Average	89	99	91	107
Without Unemployment Compensation Taxes	3.23	3.45	3.33	3.35
As Percent of U.S. Average	82	101	95	111
Business Share of Total State-Local Taxes Without Unemployment Comp.	22.5	28.1	30.2	35.5

## NOTES

\*Average income of family with FHA insured mortgage living in SMSA with state's most populous city. Property taxes are SMSA average.  
\*\* Includes Medicaid.

## TRENDS--WYOMING STATE AND LOCAL REVENUES AND EXPENDITURES AS A PERCENTAGE OF STATE PERSONAL INCOME SELECTED YEARS, 1942-80

State and Local Revenues and Expenditures	1980 Amount (millions)	As a Percentage of Personal Income						
		1980	U.S. Average	1977	1972	1967	1957	1942
--U.S. State and Local	\$382,321.6	19.8%	100%	20.8%	19.5%	15.7%	10.9%	8.5%
General Revenue--WY	1,277.5	28.6	144	29.4	25.9	26.2	16.6	10.6
Federal Aid	275.7	6.2	144	7.6	7.3	8.2	4.1	1.8
Total Own Source Revenue	1,001.7	22.4	145	21.8	18.6	18.0	12.5	8.9
Property Tax	259.8	5.8	166	6.4	5.9	6.9	4.8	3.8
Income Tax	—	—	—	—	—	—	—	—
General Sales Tax	191.6	4.3	159	4.0	2.8	2.2	1.5	0.9
Other Taxes	207.7	4.7	188	5.1	3.9	3.5	3.0	2.3
Charges & Miscellaneous	342.6	7.7	197	6.2	6.1	5.4	3.2	1.9
Direct General Expenditure								
--U.S. State and Local	\$367,339.9	19.0	100%	20.0	19.7	16.1	11.6	7.5
Direct Gen. Expenditure--WY	1,100.0	24.6	129	25.0	26.1	26.7	16.0	9.6
Education	430.3	9.6	139	10.1	10.5	10.9	5.8	3.1
Public Welfare**	42.8	1.0	42	1.0	1.1	0.9	0.8	0.8
Highways	179.6	4.0	235	4.3	5.9	7.9	4.5	2.5
Health & Hospitals	96.2	2.2	129	2.4	2.8	2.0	1.2	0.4

## WYOMING TAX BURDENS AND DEBT

Direct Taxes as a Percentage of City Average Family Income,* 1980	State Sales Tax Rates, 1981	1979 Tax Wealth	179
Federal Personal	General Sales 3% + local	1979 Tax Effort	79
Income Tax 12.0	Food Exemption Credit	Per Capita State and Local Debt Outstanding 1978-79	
Social Security Tax 6.1	Cigarettes (pack) \$.08	As Percent of U.S.	
Local Property Tax 1.2	Gasoline (gallon) \$.08	Amount	Average
State-Local Personal	Effective Property Tax Rate, FHA Insured Mortgage, '80:0.50%	Long Term \$ 1,745	131
Income Tax --	Effective State Personal Income Tax Rates, by Income Level of 4 Person Family, 1980	Full Faith 578	88
State-Local General		Nonguaranteed 1,168	175
Sales Tax 1.3		Short Term 0	0
Total 20.6		Total 1,745	126
As a Percent of U.S.			
Median 87	\$10,000: -- \$17,500: --		
Average Family Income* 26,085	\$25,000: -- \$50,000: --		

## WYOMING STATE-LOCAL EMPLOYMENT AND SALARIES

	Number of Full-Time Equivalent Employees, 1979-80	Total Salaries as a Percent of State Personal Income, 1979-80	Average Salary Per Full-Time Employee, 1979-80	U.S. Average Salary Per Full-Time Employee, 1979-80
State	9,088	3.7%	\$17,640	\$16,476
Counties	4,027	1.2	13,176	14,136
Municipalities	3,196	1.2	15,852	16,428
Townships	—	—	—	16,284
Ind. School Dist.	13,205	4.9	16,188	16,308
Special Districts	749	0.2	12,276	16,332
Total State & Local	30,265	11.2	16,104	16,044

## STATE REVENUE AND EXPENDITURE LIMITS

No limits.

## LOCAL REVENUE AND EXPENDITURE LIMITS

Specific Rate Limits (Constitutional and Statutory, last amended 1968) Counties: 12 mills for general purposes and 12 for schools. Cities and towns: 8 mills. School districts: 25 mills in unitary districts; 28 mills with voter approval. Special provisions for separate elementary and secondary districts.



## GENERAL REVENUE, 1978-79

Level	Total (millions)	Per Capita	Percentage Distribution by Source						
			Federal Aid	State Aid	Property Tax	Gen.Sales Tax	Income Tax	Other Tax	Charges & Misc.
U.S. State & Local	\$343,278.4	\$1,560	21.9%	N.A.	18.9%	13.6%	14.3%	13.1%	18.2%
Regional State & Local	10,189.7	1,623	22.4	N.A.	19.6	14.2	11.7	11.3	20.9
State & Local-- WY	1,073.7	2,386	22.5	N.A.	21.5	15.3	--	17.3	23.4
State	670.4	1,490	31.0	N.A.	3.0	21.1	--	27.0	17.4
Local	563.3	1,252	6.0	27.9	37.4	4.1	--	0.8	23.9
County	214.6	477	6.1	10.9	42.0	10.7	--	0.2	29.5
Municipal	120.4	268	12.0	39.8	4.4	--	--	3.6	24.7
Ind. School Dist.	272.9	606	2.1	31.2	41.2	--	--	--	8.1

## DIRECT GENERAL EXPENDITURE, 1978-79

Level	Total (millions)	Per Capita	Percentage Distribution by Function				
			Education	Highways	Public Welfare**	Health & Hospitals	All Other
U.S. State & Local	\$326,024.0	\$1,481	36.6%	8.7%	12.4%	8.7%	33.6%
Regional State & Local	9,408.3	1,498	42.4	11.4	8.5	8.1	29.6
State & Local-- WY	891.5	1,981	38.5	16.8	4.2	9.2	31.4
State	360.2	800	21.1	31.1	9.7	6.7	31.3
Local	531.3	1,181	50.3	7.1	0.5	10.8	31.4
County	136.5	303	--	12.5	1.8	31.6	54.1
Municipal	97.0	216	--	21.0	--	0.9	78.0

## WYOMING STATE-LOCAL GENERAL EXPENDITURES--FEDERAL, STATE, AND LOCAL SHARE OF FINANCES, 1978-79

	State-Local General Expenditures From ALL Sources				State-Local General Expenditures From OWN Sources		
	Total (millions)	Percent Financed by			Total (millions)	State Financed Percent	U.S.Rank
		Federal	State	Local			
General	\$ 891.5	27.1%	40.0%	32.9%	\$ 649.8	54.9%	32
Local Education	231.1	7.0	30.3	62.7	215.0	32.6	44
Public Welfare	37.1	47.4	42.6	10.0	19.5	81.0	34
Health & Hospitals	81.7	3.8	27.9	68.3	78.6	29.0	49
Highways	149.7	29.9	52.9	17.2	105.0	75.4	15(Tie)

## PROPERTY TAX RELIEF AND REFORM

**Homestead Exemption or Credit:** State financed homestead credit for homes with an assessed value of less than \$10,200. Payment based on mill rate times assessed value. Credit available only if state has appropriated sufficient funds to reimburse local governments.

**Circuit Breaker:** No.

**Classified Property Tax:** No.

**Local Revenue Diversification:** Counties may adopt a .5% or 1% sales tax; fifteen counties have done so, all at the 1% rate.

**School Aid Program:** Basic support program is foundation type with aid distributed according to classroom units weighted for school size and grade. State sets local mill rate contribution. Additional aid for districts with handicapped students.

**State-Local Shared Revenues:** Thirty-three percent of state sales tax receipts returned to area of origin and then divided among county, city, and town governments according to population. Other payments include distribution of cigarette tax receipts and homestead credit. Total payments were \$71.5 million in 1979.

## STATE AND LOCAL TAXES WITH AN INITIAL IMPACT ON BUSINESS AS A PERCENT OF STATE PERSONAL INCOME SELECTED YEARS, 1957-77

	1977	1967	1962	1957
With Unemployment Compensation Taxes	8.45	5.95	4.56	4.31
As Percent of U.S. Average	184	151	110	125
Without Unemployment Compensation Taxes	7.94	5.49	4.17	4.00
As Percent of U.S. Average	201	160	119	132

**Business Share of Total State-Local Taxes Without Unemployment Comp.** 51.4 43.6 38.4 43.4

## NOTES

In 1979, Wyoming had severance tax receipts of \$87.4 million and rents and royalties of \$ 21.8 million. Severance tax collections in 1980 were \$105.7 million.

\*Average income of family with FHA insured mortgage living in SMSA with state's most populous city. Property taxes are SMSA average.

\*\* Includes Medicaid.





## SELECTED ACIR PUBLIC FINANCE REPORTS

- The Role of the States in Strengthening the Property Tax*, Vol. 1, A-17, June 1963, 188 pp.
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The Advisory Commission on Intergovernmental Relations (ACIR) was created by the Congress in 1959 to monitor the operation of the American federal system and to recommend improvements. ACIR is a permanent national bipartisan body representing the executive and legislative branches of Federal, state, and local government and the public.

The Commission is composed of 26 members—nine representing the Federal government, 14 representing state and local government, and three representing the public. The President appoints 20—three private citizens and three Federal executive officials directly and four governors, three state legislators, four mayors, and three elected county officials from states nominated by the National Governors' Conference, the Council of State Governments, the National League of Cities/U.S. Conference of Mayors, and the National Association of Counties. The three Senators are chosen by the President of the Senate and the three Congressmen by the Speaker of the House.

Each Commission member serves a two year term and may be reappointed.

As a continuing body, the Commission approaches its work by addressing itself to specific issues and problems, the resolution of which would produce improved

cooperation among the levels of government and more effective functioning of the federal system. In addition to dealing with the all important functional and structural relationships among the various governments, the Commission has also extensively studied critical stresses currently being placed on traditional governmental taxing practices. One of the long range efforts of the Commission has been to seek ways to improve Federal, state, and local governmental taxing practices and policies to achieve equitable allocation of resources, increased efficiency in collection and administration, and reduced compliance burdens upon the taxpayers.

Studies undertaken by the Commission have dealt with subjects as diverse as transportation and as specific as state taxation of out-of-state depositories; as wide ranging as substate regionalism to the more specialized issue of local revenue diversification. In selecting items for the work program, the Commission considers the relative importance and urgency of the problem, its manageability from the point of view of finances and staff available to ACIR and the extent to which the Commission can make a fruitful contribution toward the solution of the problem.

After selecting specific intergovernmental issues for investigation, ACIR follows a multistep procedure that assures review and comment by representatives of all points of view, all affected levels of government, technical experts, and interested groups. The Commission then debates each issue and formulates its policy position. Commission findings and recommendations are published and draft bills and executive orders developed to assist in implementing ACIR policies.