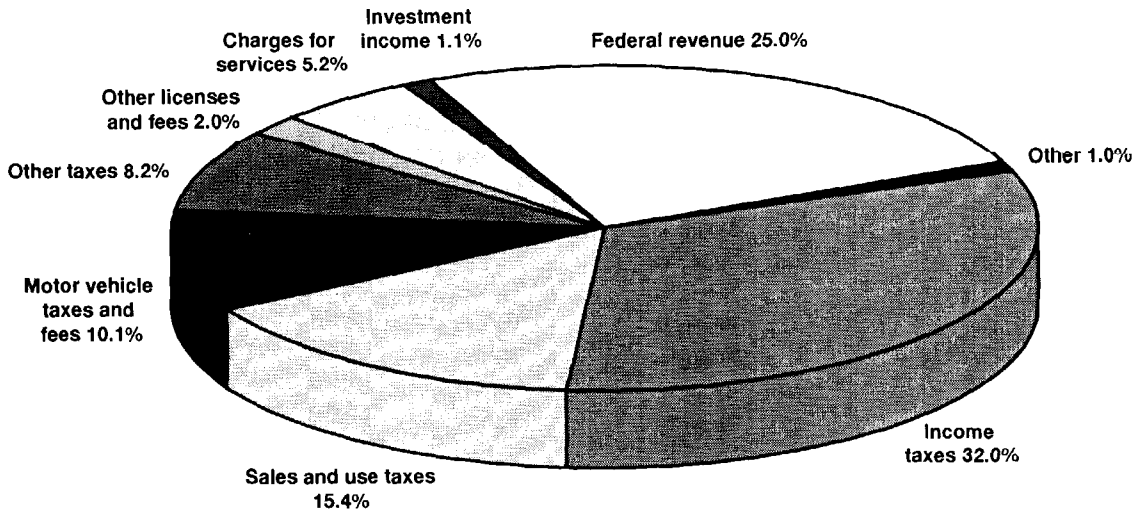


General Government Revenues by Source



Source: Revenue Reports by General Accounting Division of Maryland State Comptroller's Office, June 30, 1998.

Other taxes increased from the previous year primarily due to an increase in revenues from recordation taxes on real property transfers and estate taxes.

Charges for services increased from the previous year primarily due to increased recoveries from hospitals, nursing homes, and patients. Additionally, transportation revenues increased for port activities and Transportation Authority tolls.

Interest on investments increased from the previous year, due to greater investable balances.

Federal revenues after the reclassifications decreased over the previous year primarily because of a reduction in medical programs cost and a reduction in federally funded transportation spending. As a result of the reclassification of certain revenues in 1997 from Federal revenues to other revenues to conform the 1997 presentation to 1998's presentation, other revenues decreased by \$172,434,000.

Changes in levels of general governmental expenditures for major functions from the previous year (excluding capital projects) are shown in the following tabulation (amounts expressed in thousands):

Function	Amount	Increase (Decrease) Over 1997 Actual	
		Amount	Percent
Current:			
General government	\$ 427,482	\$(14,148)*	(3.2)%
Education	3,239,233	213,697	7.1
Business and economic development.....	45,083	4,057	9.9
Labor, licensing and regulation	148,980	7,457	5.3
Human resources	1,317,365	12,885	1.0
Health and mental hygiene.....	3,255,961	(67,478)	(2.0)
Environment.....	60,973	(3,749)	(5.8)
Transportation.....	859,460	(1,526)	(0.2)
Public safety and judicial	1,202,632	23,066*	2.0
Housing and community development.....	97,661	3,271*	3.5
Natural resources and recreation.....	122,113	(3,156)	(2.5)
Agriculture.....	42,202	4,064	10.7
Intergovernmental	785,544	32,593	4.3
Debt service	593,302	7,713	1.3
Capital outlays for transportation.....	933,055	(8,396)	(0.9)
Total.....	<u>\$13,131,046</u>	<u>\$210,350</u>	<u>1.6%</u>

* After the reclassification of certain prior year expenditure amounts.