

Revenue Source	Amount	Percent of Total	Increase (Decrease) Over 1983 Actual	
			Amount	Percent
Income taxes	\$1,803,939	32.0%	\$245,424	15.7%
Retail sales and use taxes	988,284	17.5	123,197	14.2
Motor vehicle taxes and fees	635,602	11.3	117,328	22.6
Other taxes	574,353	10.2	23,689	4.3
Other licenses and fees	70,387	1.2	12,899	22.4
Charges for services	229,160	4.1	43,575	23.5
Interest and other investment income	84,421	1.5	(12,200)	(12.6)
Other	111,128	1.9	23,540	26.9
Federal revenue	1,145,880	20.3	52,536	4.8
Total	<u>\$5,643,154</u>	<u>100.0%</u>	<u>\$629,988</u>	<u>12.6%</u>

Of the total income tax revenue for fiscal year 1984, \$1,628,489,000 was produced by the individual income tax and \$175,450,000 by the corporate income tax, representing increases of \$199,088,000 and \$46,336,000, respectively, compared to the prior year. The increase in individual income tax revenues of 13.9 percent over the prior year is attributable to population growth and a higher personal income level for the State's taxpayers. The increase in the corporate income tax revenues of 35.9 percent from the prior year is attributable to the improvement in the national economy.

The retail sales and use taxes increased \$123,197,000 or 14.2 percent over the previous year which is also attributable to the improvement in the national economy.

The motor vehicle taxes and fees increased \$117,328,000 or 22.6 percent over the previous year. The increase was due to a rise in the motor vehicle fuels tax rate from 11 cents to 13½ cents per gallon and a continued upturn in revenues from the motor vehicle titling tax.

Other licenses and fees increased \$12,899,000 or 22.4 percent over 1983. This increase was primarily attributable to increases in revenues earned by the clerks of courts.

Revenues from charges for services increased \$43,575,000 or 23.5 percent over 1983. This increase resulted primarily from additional federal revenues earned for reimbursement of hospital costs for medicare patients in state hospitals.

Interest and other investment income decreased \$12,200,000 or 12.6 percent from the previous year. This decline resulted from a decrease in the amounts available for investments during the year.

Other revenues increased \$23,540,000 or 26.9 percent over 1983. This increase resulted primarily from commission on licenses and permits issued which were formerly classified as other taxes.

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

Function	Amount	Percent of Total	Increase (Decrease) Over 1983 Actual	
			Amount	Percent
Current:				
General government	\$ 199,323	3.7%	\$ (18,546)	(8.5)%
Education	983,603	18.2	26,804	2.8
Human resources	543,078	10.1	21,465	4.1
Health and mental hygiene	1,131,159	20.9	105,964	10.3
Transportation	380,167	7.0	55,257	17.0
Public safety and judicial	317,823	5.9	(15,564)	(4.7)
Economic and community development	24,088	.4	2,951	14.0
Natural resources and recreation	59,259	1.1	(228)	.0
Agriculture	20,650	.4	1,995	10.7
Personnel and retirement	505,587	9.4	90,727	21.9
Intergovernmental	414,106	7.7	103,432	33.3
Debt service	425,977	7.9	(15,703)	(3.6)
Capital outlays for transportation	397,350	7.3	(48,188)	(10.8)
Total	<u>\$5,402,170</u>	<u>100.0%</u>	<u>\$ 310,366</u>	<u>6.1%</u>