

Revenue Source	Amount	Percent of Total	Increase (Decrease) Over 1984 Actual	
			Amount	Percent
Income taxes	\$1,968,106	31.9%	\$164,167	9.1%
Retail sales and use taxes	1,098,445	17.8	110,161	11.1
Motor vehicle taxes and fees	683,774	11.1	48,172	7.6
Other taxes	584,254	9.5	9,901	1.7
Other licenses and fees	77,497	1.2	7,110	10.1
Charges for services	266,453	4.3	37,293	16.3
Interest and other investment income	104,262	1.7	19,841	23.5
Other	134,298	2.2	23,170	20.8
Federal revenue	1,249,805	20.3	103,925	9.1
Total	<u>\$6,166,894</u>	<u>100.0%</u>	<u>\$523,740</u>	<u>9.3%</u>

Of the total income tax revenue for fiscal year 1985, \$1,754,239,000 was produced by the individual income tax and \$213,867,000 by the corporate income tax, representing increases of \$125,750,000 and \$38,417,000, respectively, compared to the prior year. The increase in individual income tax revenues of 7.7 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 21.9 percent from the prior year is attributable to the improvement in the national economy.

The retail sales and use taxes increased \$110,161,000 or 11.1 percent over the previous year which is also attributable to the improvement in the national economy.

Other licenses and fees increased \$7,110,000 or 10.1 percent over 1984. This increase was primarily attributable to increases in revenues earned by the courts.

Revenues from charges for services increased \$37,293,000 or 16.3 percent over 1984. This increase resulted primarily from passenger revenues from the first full year of operations for the Baltimore City subway.

Interest and other investment income increased \$19,841,000 or 23.5 percent over the previous year which resulted from an increase in the amounts available for investment during the year.

Other revenues increased \$23,170,000 or 20.8 percent over 1984. This increase resulted primarily from increases in reimbursements from subdivisions for health related expenditures.

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 1984 Actual	
			Amount	Percent
Current:				
General government	\$ 233,441	4.0%	\$ 34,118	17.1%
Education	1,422,008	24.1	438,405	44.6
Human resources	602,396	10.2	59,318	10.9
Health and mental hygiene	1,265,849	21.4	134,690	11.9
Transportation	414,230	7.0	34,063	9.0
Public safety and judicial	433,904	7.3	116,081	36.5
Economic and community development	27,172	.5	3,084	12.8
Natural resources and recreation	73,952	1.3	14,693	24.8
Agriculture	23,341	.4	2,691	13.0
Personnel and retirement	31,784	.5	(473,803)	(93.7)
Intergovernmental	442,518	7.5	28,412	6.9
Debt service	433,482	7.3	7,505	1.8
Capital outlays for transportation	500,259	8.5	102,909	25.9
Total	<u>\$5,904,336</u>	<u>100.0%</u>	<u>\$502,166</u>	<u>9.3%</u>