

**Table 424. State and Local Governments—Revenue and Expenditures by Function: 2005 and 2006**

[In millions of dollars (2,529,193 represents \$2,529,193,000,000) For fiscal year ending in year shown; see text, this section. Local government amounts are estimates subject to sampling variation; see Appendix III and source]

Item	2005			2006		
	State and local	State	Local	State and local	State	Local
<b>Revenue</b> <sup>1</sup>	<b>2,529,193</b>	<b>1,641,957</b>	<b>1,308,507</b>	<b>2,736,542</b>	<b>1,773,208</b>	<b>1,406,440</b>
Intergovernmental revenue <sup>1</sup>	438,432	407,860	451,844	452,233	419,143	476,196
Total revenue from own sources <sup>1</sup>	2,090,761	1,234,097	856,663	2,186,018	1,385,376	1,243,748
General revenue from own sources	1,588,462	878,854	709,608	1,733,785	966,233	767,552
Taxes <sup>2</sup>	1,099,200	650,612	448,588	1,195,254	710,864	484,390
Property	335,981	11,342	324,639	359,109	11,794	347,315
Individual income	242,273	221,597	20,676	268,599	245,883	22,717
Corporation income	43,138	38,691	4,447	52,931	47,466	5,465
Sales and gross receipts	384,383	312,584	71,798	412,114	332,972	79,142
General sales	262,981	212,921	50,060	282,179	226,712	55,467
Selective sales	121,402	99,663	21,739	129,936	106,260	23,675
Motor fuel	35,767	34,567	1,200	36,972	35,702	1,270
Alcoholic beverages	5,125	4,706	419	5,369	4,925	444
Tobacco products	13,337	12,917	420	14,975	14,499	476
Public utilities	22,390	10,909	11,480	23,669	11,426	12,243
Motor vehicle and operators' license	21,713	20,270	1,443	20,520	19,015	1,505
Death and gift	5,422	5,340	82	4,875	4,745	130
Charges and miscellaneous <sup>2</sup>	489,262	228,242	261,020	538,531	255,369	283,162
Current charges <sup>2</sup>	309,826	124,186	185,639	334,841	137,401	197,440
Education <sup>2</sup>	90,153	69,010	21,143	96,898	74,306	22,592
School lunch sales	6,500	22	6,479	6,745	22	6,723
Higher education	76,683	68,010	8,673	82,127	73,195	8,932
Natural resources	3,369	2,349	1,021	3,548	2,449	1,099
Hospitals	79,092	29,378	49,714	83,658	31,718	51,939
Sewerage	31,610	39	31,571	33,804	49	33,754
Solid waste management	12,931	473	12,458	13,633	476	13,157
Parks and recreation	8,024	1,360	6,663	8,659	1,462	7,197
Housing and community development	4,846	573	4,273	5,075	622	4,452
Airports	14,391	1,042	13,350	15,471	1,152	14,320
Sea and inland port facilities	3,394	987	2,407	3,699	1,066	2,633
Highways	9,845	6,028	3,817	16,302	10,326	5,976
Interest earnings	59,011	31,917	27,094	71,495	38,207	33,288
Special assessments	6,323	752	5,571	7,094	779	6,316
Sale of property	2,837	1,060	1,777	3,941	1,115	2,826
Utility and liquor store revenue	119,843	19,746	100,097	125,265	15,816	109,449
Insurance trust revenue	382,456	335,498	46,958	418,881	366,586	52,296
<b>Expenditure</b> <sup>1</sup>	<b>2,373,408</b>	<b>1,471,936</b>	<b>1,313,908</b>	<b>2,507,086</b>	<b>1,551,555</b>	<b>1,390,867</b>
Intergovernmental expenditure <sup>1</sup>	4,617	403,488	13,565	6,504	428,925	12,915
Direct expenditure <sup>1</sup>	2,368,791	1,068,449	1,300,342	2,500,583	1,122,631	1,377,952
General expenditure <sup>2</sup>	2,012,594	874,491	1,138,103	2,121,946	918,205	1,203,740
Education	689,057	191,553	497,504	727,967	202,474	525,493
Elementary and secondary education	473,406	5,614	467,792	500,528	6,025	494,503
Higher education	182,146	152,434	29,712	191,758	160,769	30,990
Public welfare	362,932	318,144	44,788	370,325	324,714	45,611
Hospitals	103,476	42,676	60,801	110,455	44,320	66,135
Health	66,971	31,452	35,519	71,110	32,994	38,115
Highways	124,604	76,575	48,028	135,412	84,289	51,123
Police protection	74,727	10,011	64,716	79,066	10,838	68,228
Fire protection	31,439	—	31,439	34,167	—	34,167
Corrections	59,156	38,321	20,835	62,667	40,413	22,254
Natural resources	25,057	17,094	7,963	25,482	18,146	7,336
Sewerage	36,600	1,109	35,491	39,220	1,266	37,955
Solid waste management	21,469	3,184	18,285	22,679	3,254	19,425
Housing and community development	39,969	4,982	34,987	41,980	5,153	36,827
Governmental administration	108,874	47,710	61,163	111,335	46,814	64,521
Parks and recreation	31,941	4,482	27,459	34,769	4,876	29,893
Interest on general debt	81,119	34,315	46,804	85,660	37,808	47,852
Utility	155,797	21,824	133,973	169,451	24,904	144,547
Liquor store expenditure	4,885	4,082	803	5,228	4,338	890
Insurance trust expenditure	195,516	168,052	27,463	203,958	175,183	28,775
By character and object:						
Current operation	1,764,526	739,988	1,024,538	1,863,023	774,651	1,088,372
Capital outlay	277,299	94,181	183,119	295,368	101,432	193,936
Construction	216,268	77,039	139,229	229,529	83,858	145,672
Equipment, land, and existing structure	61,032	17,142	43,890	65,839	17,575	48,264
Assistance and subsidies	39,469	30,181	9,287	41,035	31,644	9,391
Interest on debt (general and utility)	91,981	36,047	55,935	97,198	39,720	57,478
Insurance benefits and repayments	195,516	168,052	27,463	203,958	175,183	28,775
<b>Expenditure for salaries and wages</b> <sup>3</sup>	<b>693,146</b>	<b>194,447</b>	<b>498,699</b>	<b>721,255</b>	<b>203,164</b>	<b>518,091</b>

— Represents or rounds to zero. <sup>1</sup> Aggregates exclude duplicative transactions between levels of government; see source. <sup>2</sup> Includes amounts not shown separately. <sup>3</sup> Included in items shown above.