

1975 ANNUAL FINANCIAL REPORT



BOB BULLOCK
COMPTROLLER OF PUBLIC ACCOUNTS

1975 ANNUAL FINANCIAL REPORT

of

The State of Texas

Volume I

for the fiscal year ended
August 31, 1975



BOB BULLOCK
Comptroller of Public Accounts



BOB BULLOCK
Comptroller

COMPTROLLER OF PUBLIC ACCOUNTS
STATE OF TEXAS
AUSTIN, 78774

N0702771 004

November 3, 1975

The Honorable Dolph Briscoe, Jr.
Governor of Texas
The Capitol
Austin

Dear Governor Briscoe:

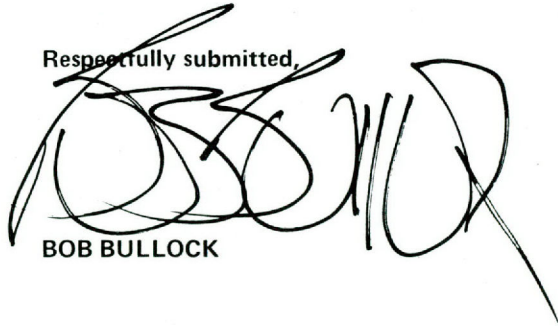
The state's fiscal year which ended August 31, 1975, was a record year for both revenues and expenditures for state government.

During the year the state enjoyed revenues of \$6.9 billion to support expenditures of \$5.5 billion, leaving a closing net cash balance for all funds of \$1.4 billion. This cash balance was also a record figure and was almost \$200 million more than the cash balance at the start of the year.

This favorable position was made possible by record revenues from all major sources, including \$3.4 billion in tax collections, \$1.5 billion in federal funds, \$315 million in licenses and fees, \$213 million in investments of state funds, and \$183 million in income from state owned lands.

This report details revenues and expenditures for 1975 as required by Article 4348, R.C.S. of Texas.

Respectfully submitted,



BOB BULLOCK

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INTRODUCTION

This report, the **1975 Annual Financial Report of the State of Texas**, Volume 1, represents a new format in presenting financial information concerning the State of Texas. Although prior annual reports have presented a wealth of information concerning the finances of the state, it has been, at best, a resource book for those few expert financial analysts interested in obtaining data on the fiscal position of the state.

The new format presents financial information in two parts. Volume 1 constitutes a financial analysis of the fiscal condition of the state, complete with analysis of the current year, comparisons to prior years and other financial factors. The second volume presents detailed statistical tables concerning the detailed transactions of 359 funds. In the spring of 1976, a third volume will be published containing detailed information for the analysis of major taxes.

Even under this new format however, the information presented is limited to those funds for which the State Comptroller of Public Accounts has the accounting responsibility. Funds not in the State Treasury, such as many of the institutions of higher education have, are not included in this report. Beginning in 1976, the Annual Report will include these funds.

This report is divided into three basic sections including: Summary of Financial Information, Revenue & Expenditure Detail, and Other Financial Information.

Summary of Financial Information

On August 31, 1975, the State of Texas closed its financial records for the year with the highest cash surplus ever recorded. The closing cash balance for all funds within the State Treasury was \$1.454 billion, up almost \$200 million from the beginning of the year. (See Table I, Statement of Cash Condition) Total revenues for the year were \$5.7 billion, up almost \$700 million over 1974. Total expenditures were \$5.4 billion, an increase of almost one billion dollars over 1974. Despite the record level of expenditures, 1975 marked the fourth consecutive year of financial operation without new taxes.

Revenues. Revenues increased by \$675 million, or 13 percent over 1974 for a total of \$5.675 billion. Tax collections accounted for 59 percent or \$3.4 billion; federal funding amounted to \$1.5 billion, or 27 percent; interest income produced 213 million, or 4 percent; licenses and fees accounted for 6 percent, or \$315 million; land income amounted to \$183 million, or 3 percent; all other revenue sources produced \$69 million, or approximately 1 percent.

State Spending. State expenditures increased 21 percent in 1975 over the same period for 1974. Even though expenditures increased in every category: judiciary up 7 percent, highways up 28 percent, executive operations increased 23 percent, health up 27 percent, parks up 24 percent, some historical trends remain constant. Since 1970, increases as a percentage of the state dollar for education and welfare have remained relatively constant, and highway costs have showed a decline as a percentage of the total.

Three categories, Welfare, Education, and Highways, accounted for a 67 percent increase over 1974 and 78 percent of the total spending in 1975.

FINANCIAL CONDITION: 1970-1975

Since 1971, the financial condition of Texas has improved each year. During this time period, the closing cash balance has risen from \$473.9 million to \$1.454 billion, an increase of \$980.5 million. On an annual basis, the data for 1970-1975 was:

Year	Closing Cash Balance (Amounts in Millions)	Change from Prior Year	
		Amount	Percent
1970	\$ 505.3		
1971	473.9	\$ -31.4	-6.2%
1972	573.9	100.0	21.1
1973	916.4	342.5	59.7
1974	1,262.0	345.6	37.7
1975	1,454.4	192.5	15.3

During this same time period, revenues have increased from \$3.050 billion in 1970 to \$5.675 billion in 1975, an increase of \$2.625 billion, or 86 percent. Expenditures have increased from \$2.955 billion to \$5.377 billion, an increase of \$2.422 billion, or 82 percent. The par value of investments by the State, including retirement systems, have increased from \$3.4 billion in 1970 to \$5.9 billion in 1975. (See Table II)

Of the closing cash balances in 1975, the distribution by type of fund indicates that a high percentage of the funds continue to be in those funds for general state operations as shown below:

Fund Group	Closing Balance		1975 Change
	Amount	Percent	Amount
General State Operating (General Revenue Fund)	\$ 944.7 (775.5)	65.0% (53.3)	\$263.3 (242.3)
Constitutional Funds	243.0	16.7	-122.3
Specific Purpose Federal Funds	186.6	12.8	42.6
Other Funds	80.1	5.5	8.9
Grand Total	\$1,454.4	100.0%	\$192.5

The current year marked the first time in the last six years closing cash balance of the General Revenue Fund constituted more than half of the State's available cash. Overall, general state operating funds had 65 percent of the available cash. Constitutional Funds, including the Highway Fund, had 17 percent of available cash, down from 29 percent at the beginning of the year. Special purpose federal funds constituted 13 percent, while other funds had 5 percent of the total resources. (See Table III)

During 1975, total fund balances increased by \$192.5 million. This change was made up of increases in the General State Operating Fund (\$263 million), Federal Funds (\$43 million), Other Funds (\$9 million) and a decrease in Constitutional Funds (\$-122 million).

STATE REVENUES, 1970-1975

During the period 1970-1975, net revenues collected for the support of state government increased from \$3.0 billion to \$5.7 billion, or 86 percent. State taxes remained the chief revenue producer, increasing steadily from \$1.783 billion in 1970 to \$3.370 billion in 1975. The percentage of total revenues derived from state tax collections remained relatively constant with a low of 57.6 percent in 1971 and a high of 60.5 percent in 1974. (See Tables IV, V, and VI)

The 1975 tax revenues increased by \$344 million or 11 percent over 1974 collections. However, the majority of this increase was concentrated in sales and severance taxes as shown below:

<u>Tax</u>	<u>1975 Increase</u>		<u>% of Total</u>
	<u>Amount (in millions)</u>	<u>%</u>	
Sales	\$140.5	12.5%	40.8%
Severance	146.1	28.2	42.5
All Other	57.4	4.1	16.7
	<u>\$344.0</u>	<u>11.4%</u>	<u>100.0%</u>

Sales and severance taxes provided 83 percent of the total increase while all other taxes provided only 17 percent of the total. In contrast, the two sources provided 57 percent of total tax collections. Without the high rates of growth experienced in these tax sources, 1975 would have been a very different year.

Among the state taxes, the sales tax remained the largest revenue producer, yielding 37.6 percent of total tax revenue in 1975. Since 1970, the percentage of tax revenue contributed by this source has consistently risen, as a result of a tax rate increase in 1972 and inflation and collection procedure changes since then. The largest increases, however, were in the oil and gas severance taxes, which climbed from just over 15 percent of tax collections in 1970 to almost 20 percent in 1975 without a rate change. This increase was the result of dramatic changes in oil and gas prices in 1974 and 1975. After experiencing only modest increases in 1971, 1972 and 1973, income from these taxes rose 55 percent in 1974 and 28 percent in 1975. The revenue from these taxes increased from \$270 million in 1970 to \$664 million in 1975.

Among the other major tax sources, the six year history shows both the changing nature of the Texas economy, the impact of inflation, and the energy crisis. Motor fuel taxes in 1975 were \$395 million, up only 1.4 percent from 1974. By way of comparison, the years 1971-1973 were marked by increases in excess of seven percent on the average. As a result of this change, caused by the energy crisis, the percentage of total taxes dropped from 17.5 percent in 1970 to 11.7 percent in 1975. The impact of such factors was also noticeable in 1975 in the motor vehicle sales tax (up only 2.4 percent in 1975), the alcoholic beverage taxes (up 3.5 percent), and the utility companies tax (up 33 percent).

The only major taxes to decrease in 1975 were the inheritance and ad valorem (property) taxes. The decline in the property tax was the result of a scheduled

rate reduction, while the decline in the inheritance tax resulted from the allowance of a pay-out system of up to 10 years on individuals paying inheritance taxes.

Licenses and Fees. Income from licenses and fees for 1975 was \$315.5 million, or six percent of total revenue. Income from this source is generally immune to inflation, since the rates of such fees are set in flat dollar amounts. Since 1970, revenue from this source has generally increased at very modest rates, with the result that the percentage of total revenue from this source has dropped from 7.6 percent to 5.6 percent. With respect to the annual rate of increase, 1975 marked a low ebb, with only 2.6 percent, which is primarily a result of a levelling off in motor vehicle registrations.

Interest Income. Income from investments--both securities and cash--contributed \$213.0 million in 1975, or 3.8 percent of total revenue. The high rate of increase since 1970 is a reflection of increased interest rates, higher levels of securities holdings, and higher cash balances. Since 1970, revenue for this source has increased from \$89.7 million to \$213 million.

Federal Funds. Revenue from the federal government continued to represent a substantial portion of Texas revenue in 1975, with \$1.524 billion in receipts. The percentage of total revenue from this source has dropped slightly in the last two years, but still provided 26.8 percent of total revenue. A more detailed examination of federal revenues, however, indicates a shift away from highway and welfare support into revenue sharing and other programs:

	<u>Percent of Total Federal Funds</u>	
	<u>1970</u>	<u>1975</u>
Highways	27.6%	17.7%
Welfare	48.2	44.3
Education	15.9	16.9
Revenue Sharing	- 0 -	6.4
Other	8.3	14.7

Land Income. Income from state-owned lands continued to reflect the impact of higher oil and gas prices in 1975 with total revenue of \$183.3 million, or 3.2 percent of total revenues. This revenue level is slightly higher than 1975, but is more than twice the annual revenue produced during the period 1970-1973.

Other Revenue Sources. Revenue from other sources, including patient fees, produced \$69.4 million, or 1.2 percent of total revenue. This level of revenue was up substantially over 1974 as a result of more aggressive agency patient collection activities and new funding changes in Federal Medicaid payments for human resources services.

EXPENDITURES

Total expenditures for 1975 were \$5,377 billion, up \$950 million over 1974 levels. This increase represented a record high for the period 1970-1975, as is shown below:

<u>Year</u>	<u>Total Expenditures</u> (Amounts in Millions)	<u>Percent of Increase</u>
1970	\$2,955	
1971	3,437	16.3%
1972	3,791	10.3
1973	4,019	6.0
1974	4,427	10.1
1975	5,377	21.5

With respect to the \$950 million increase for 1975, the distribution of the increased funding levels was distributed among functional categories as follows:

<u>Function</u>	<u>Increase Amount</u> (in millions)	<u>Percent of</u> <u>Total Increase</u>
Welfare Services	\$ 88	9.3%
Mental Health Programs	41	4.3
Highways	182	19.1
Education	357	37.6
Grants	59	6.2
Retirement Programs	150	15.8
Other	73	7.7
Total	<u>\$950</u>	<u>100.0%</u>

Over 82 percent of the increase was provided by the categories of education (\$357 million), highways (\$182 million), retirement programs (\$150 million) and welfare (\$88 million).

Expenditures, by function 1970-1975 (See Tables VII, VIII, and IX)

Administrative Costs. The costs for the administration of state government, including executive departments, regulatory commissions, legislative and judicial costs, were \$139 million in 1975, or 2.6 percent of total governmental costs. Since 1970, these costs have increased at a higher rate than total expenditures in all but 1975. However, these costs have been a relatively minor percentage of total expenditures growing from 2.1 percent in 1970 to 2.6 percent in 1975.

Social Services. Expenditures for social services, including welfare, mental health, health and law enforcement were \$1.314 billion in 1975, or 24.4 percent of total expenditures. Since 1972, these costs have increased at a rate less than the average for all expenditures, and have declined from a high of 27.7 percent of the state budget in 1973, to 24.4 percent in 1975.

The major expenditure area in the social services category has been for welfare costs, which were \$886 million in 1975, or 16.5 percent of total state expenditures. Over the period 1970-1975, changes in federal law have provided both major increases in this category, such as the 25.5 percent increase in 1971 and the 1.7 percent decrease in 1974. The 1971 increase was caused by the introduction of major increases in the Medicaid program, while the decreases were the result of the federal take-over of selected welfare costs.

Improvements. The costs of improvements, including costs for highway maintenance and construction, natural resources and parks, were \$935 million, or 17.4 percent of total expenditures. Over the period since 1970, the percentage which this area represents of total expenditures has declined from 23.1 percent to 17.4 percent. However, the 1975 level of expenditures which represented a 27 percent increase over 1974, did increase at a higher rate than the overall average for all expenditures.

Education. Support for education, including aid to elementary and secondary education, junior colleges and expenditures for higher education funded through the State Treasury, was \$2.565 billion in 1975, or 47.7 percent of total expenditures. The 1975 level of expenditures was up 23 percent, or \$ 472 million, over the 1974 level. This includes almost \$213 million in emergency appropriations. Over the period 1970-1975, expenditures for education increased from \$1,305 million to \$2,565 million, or 96.5 percent. During this period, the percentage of total expenditures devoted to education increased from 44.2 percent to 47.7 percent. In all except one year--1973--expenditures for education increased at a faster rate than the average for all expenditures.

Other Expenditures. Expenditures for other purposes including grants to political subdivisions, payment of public debt, state contributions to employee retirement and social security, were \$425.6 million for 1975 or 7.9 percent of total expenditures. Among the cost categories covered, grants to political subdivisions have increased the most since 1970, rising from \$49.7 million to \$197.2 million, an increase of \$147.5 million, or 297 percent.

Expenditures by Object. The distribution of expenditures by object indicates that in 1975 the following distribution of the \$950 million increase, or 21.5 percent, in expenditures took place between 1974 and 1975 (See Table X):

<u>Object</u>	<u>Increase/Decrease</u> (in millions)	<u>Percent</u> <u>Change</u>
Personal Services	\$362	26.7%
Consumables	39	27.6
Current & Recurring Operating	77	43.0
Assistance & Pensions	(4)	- 0.7
Grants	315	20.4
Payments of Indebtedness & Interest	9	11.4
Capital Outlay	152	28.9
	<u>\$950</u>	<u>21.5%</u>

For 1975, the object of expenditure "grants" produced the highest category of expense with 34.5 percent of the total. Personal services comprised 32.0 percent and Capital Outlay accounted for 12.6 percent of total expenses.

INVESTMENTS

During 1975, the book balance of investments of State funds increased from \$5.269 billion to \$5.884 billion, an increase of \$615 million. Investment accounts include the investment holdings of 36 State funds, of which the largest are The Teacher Retirement System Trust Fund, The Permanent School Fund, The Permanent University Fund, and the State Employee Retirement System Investment Account Fund. The holdings of all funds are distributed among various types of securities as shown below:

<u>Type of Security</u>	<u>Amount at Par Value</u> (in millions)	<u>% of All Funds</u> <u>Total</u>
Cash Transactions	\$ 3	0.05
City, County & District Bonds	41	0.69
State Bonds	6	0.10
U.S. Government Securities	735	12.43
Notes & Other Evidences of Indebtedness	783	13.24
Corporate Securities	2,556	43.23
Corporate Stock	1,653	27.96
Loans to Political Subdivisions	136	2.30
Total, All Funds	<u>\$5,913</u>	<u>100.00</u>

The largest holdings are found in corporate stocks and securities, which together account for 71.2% of total holdings at par value.

For additional details see Schedule 7.

BONDED INDEBTEDNESS

During 1975, bonded indebtedness increased \$2.6 million to a total of \$876 million. Over the course of the year \$44.4 million of bonds were retired, and \$47 million of bonds were issued. The amount of bonds retired and bonds issued is shown in summary below:

<u>Major Classification</u>	<u>Bonds</u> <u>Retired</u>	<u>Bonds</u> <u>Issued</u>	<u>Bonds</u> <u>Outstanding</u>
	(in millions)		
College Building Bonds	\$ 16	\$ - 0 -	\$ 61
University of Texas & A&M			
University Building Bonds	9	22	152
Veterans Land Bonds	7	- 0 -	316
Water Development Bonds	7	25	188
Student Loans	4	- 0 -	145
Park Development	1	- 0 -	14
	<u>\$ 44</u>	<u>\$ 47</u>	<u>\$876</u>

During 1975, the State paid \$43 million for interest on outstanding bonds.

Please note that this analysis of bonds does not include revenue bonds issued by State institutions of higher education, and therefore does not represent the total bonded indebtedness for all State agencies. (See Schedule 8 for details)

THE APPROPRIATIONS SYSTEM

Texas operates its accounting system on a cash basis. This annual financial report is designed to reflect the results of this system. However, the Comptroller's Office also is charged with the responsibility of keeping the appropriation records for all state agencies. This second dimension of the accounting system is designed to insure that state agencies do not exceed the spending authority provided by the Legislature.

The table below tracks the basic appropriation system for the General Revenue Fund for 1975.

GENERAL REVENUE FUND - APPROPRIATIONS RECORDS, 1975

(in thousands)

Opening Appropriation Balances:

Year of Appropriation:		
1970	\$	35
1971		41
1972		1,179
1973		9,325
1974		114,302
1975		<u>1,687,666</u>
Total		\$ 1,812,548

1975 Changes in Authority:

Emergency Appropriations	436,700	
Decrease in School Aid Estimate	(278,635)	
Other - Net	(17,593)	
Lapsed Funds	(89,402)	
Appropriated Revenue	<u>35,926</u>	
Total Changes Net		<u>86,996</u>

Total Appropriation Authority	1,899,544
Less: Expenditures and Transfers	<u>\$ (1,768,056)</u>

Equals: Ending Appropriation Balances (8/31/75) \$ 131,488

Consisting of: 1971 Appropriations	15
1972 Appropriations	17
1973 Appropriations	2,844
1974 Appropriations	10,860
1975 Appropriations	117,751

million composed of \$437 million in new appropriations by the 64th Legislature, a decrease in the Foundation School Program requirements of \$279 million (made up largely by the Foundation School Fund), lapsed authority of \$89 million, appropriated revenue of \$36 million, and other changes resulting in a decrease of \$18 million.

Of the \$1.899 billion available, state agencies expended \$1.768 billion, leaving a balance of \$131 million including \$24 million in unexpended appropriation authority. The remaining \$107 million was carried forward to 1976.

Comparing this figure to the actual cash surplus in the General Revenue Fund, the appropriations side of the accounting system indicates that of the \$775 million surplus, \$107 million was actually already appropriated.

In 1975, the General Revenue Fund began the year with appropriation balances of \$1.8 billion. Of this amount, \$125 million was from prior year appropriations still outstanding. This figure included \$26 million in authority for the Foundation School Program and \$99 million for all other state purposes. During the course of 1975, this total authority was increased by a net figure of \$87

TABLE I
STATEMENT OF CASH CONDITION
Year Ended August 31, 1975

Opening Cash Balance, September 1, 1974		<u>\$1,261,952,546.28</u>
RECEIPTS		
REVENUES: Gross Collections	\$5,693,910,357.08	
Less: Refunds	<u>19,284,808.16</u>	
Net Revenues		5,674,625,548.92
Other Receipts		
Sale of State Bonds	36,000,000.00	
Sale/Redemption of Investments	776,165,319.89	
Repayments of Loans	<u>29,570,621.77</u>	
Departmental Transfers	104,147,121.20	
Operation Fund Transfers	84,071,621.76	
Interfund Transfers	25,831,714.54	
Allocations from Tax Clearance Funds	1,609,200,589.37	
Advance for S.B. 1	<u>11,430,474.37</u>	
Unexpended Balances	825,087.31	
Revenue Refunds Applied	19,284,808.16	
Expenditure Refunds Applied	<u>56,119,983.48</u>	
Total, Other Receipts		<u>2,752,647,341.85</u>
TOTAL RECEIPTS		<u>8,427,272,890.77</u>
Receipts to Petty Cash Accounts		155,150.00
TOTAL RECEIPTS AND CASH BALANCE		<u>9,689,380,587.05</u>
<hr/>		
DISBURSEMENTS		
EXPENDITURES: Gross Expenditures	5,433,446,598.71	
Less: Refunds	<u>56,119,983.48</u>	
Net Total Expenditures		5,377,326,615.23
Other Disbursements		
Purchases of Securities	858,954,219.70	
Loans	55,228,121.54	
Purchase of Water Rights	<u>3,091,381.04</u>	
Departmental Transfers	102,596,773.79	
Operating Fund Transfers	84,071,621.76	
Miscellaneous Non-governmental Expenditures	25,825,462.57	
Allocations from Tax Clearance Funds	1,609,200,589.37	
Advance for S.B. 1	<u>11,430,474.37</u>	
Refunds of Revenue	19,284,518.16	
Refund of Expenditures	56,119,983.48	
Land and Merchandise Purchased for Resale	<u>31,773,087.12</u>	
Total, Other Disbursements		<u>2,857,576,232.90</u>
TOTAL DISBURSEMENTS		<u>8,234,902,848.13</u>
Expenditures from Petty Cash to State Treasury		30,760.00
CLOSING CASH BALANCE, August 31, 1975		<u>1,454,446,978.92</u>

TABLE II
SUMMARY OF FINANCIAL CONDITION, 1970 – 1975

	1970	1971	1972	1973	1974	1975
Opening Cash Balance	\$ 469,563,232.86	\$ 505,303,257.71	\$ 473,888,569.79	\$ 573,860,597.75	\$ 916,372,981.14	\$ 1,261,952,546.28
Net Revenues	3,050,097,701.39	3,461,068,121.86	4,008,651,298.22	4,443,453,804.60	4,999,576,253.50	5,674,625,548.92
Receipts to Petty Cash Accounts	<u>12,896.34</u>	<u>830.00</u>	<u>6,350.00</u>	<u>7,375.00</u>	<u>85,249.00</u>	<u>155,150.00</u>
Total Cash Available	3,519,673,830.59	3,966,372,209.57	4,482,546,218.01	5,017,321,777.35	5,916,034,483.64	6,936,733,245.20
Less:						
Net Expenditures	2,954,745,796.49	3,436,834,378.45	3,790,834,697.74	4,019,409,512.24	4,426,663,248.99	5,377,326,615.23
Net Interfund Transfers and Investment Transactions	59,624,526.39	55,648,511.33	117,800,672.52	81,539,144.02	227,418,628.32	104,928,891.05
Expenditures from Petty Cash Accounts	<u>250.00</u>	<u>750.00</u>	<u>50,250.00</u>	<u>139.95</u>	<u>60.05</u>	<u>30,760.00</u>
CLOSING NET CASH BALANCE	505,303,257.71	473,888,569.79	573,860,597.75	916,372,981.14	1,261,952,546.28	1,454,446,978.92
INVESTMENTS IN STATE TREASURY	<u>3,392,865,082.40</u>	<u>3,748,994,751.99</u>	<u>4,241,301,591.25</u>	<u>4,698,696,647.71</u>	<u>5,269,447,705.66</u>	<u>5,883,880,278.90</u>
TOTAL CASH AND INVESTMENTS	3,898,168,340.11	4,222,883,321.78	4,815,162,189.00	5,615,069,628.85	6,531,400,251.94	7,338,327,257.82
SUSPENSE AND TRUST CASH WITH STATE TREASURY	93,764,089.56	113,970,989.12	163,102,856.60	150,165,645.84	195,676,217.14	204,106,990.63
SECURITIES IN TRUST WITH STATE TREASURY*	903,790,722.29	957,397,842.51	1,116,596,251.58	1,556,387,639.61	2,004,759,923.48	2,252,933,827.69
ACCOUNT WITH FEDERAL TREASURY	<u>346,981,350.87</u>	<u>306,278,373.13</u>	<u>293,594,853.49</u>	<u>323,463,783.80</u>	<u>352,063,351.31</u>	<u>262,171,885.14</u>
TOTAL ALL CASH, INVESTMENTS AND SECURITIES	5,242,704,502.83	5,600,530,526.54	6,388,456,150.67	7,645,086,698.10	9,083,899,743.87	10,057,539,961.28

* Figures for 1970, 1971, 1972 adjusted for comparison with subsequent years.

TABLE III
1975 CASH BALANCES, REVENUES AND EXPENDITURES, BY FUND GROUP

	Net Cash Balance 9-1-74	Revenues*	Expenditures*	Net Cash Balance 8-31-75
GROUP 1: GENERAL STATE OPERATING AND DISBURSING FUNDS	\$ 681,417,835	\$ 3,733,533,097	\$ 3,470,240,470	\$ 944,710,463
GROUP 2: CONSTITUTIONAL FUNDS EXPENDABLE FOR SPECIFIC PURPOSES	365,331,503	1,753,798,630	1,876,156,879	242,973,254
GROUP 3: FEDERAL FUNDS	144,010,818	746,997,131	704,420,505	186,587,444
GROUP 4: TRUST OR PLEDGED FUNDS	2,898,050	17,287,721	17,741,044	2,444,726
GROUP 5: CONSTITUTIONAL NON-EXPENDABLE FUNDS	5,847,098	386,382,904	387,129,495	5,100,507
GROUP 6: TAX CLEARANCE FUNDS	62,158,083	1,789,273,408	1,779,214,455	72,217,036
GROUP 7: PETTY CASH FUNDS	<u>289,159</u>	<u>155,150</u>	<u>30,760</u>	<u>413,549</u>
TOTAL CASH, ALL GROUPS	1,261,952,546	8,427,428,041	8,234,933,608	1,454,446,979

*Includes Interfund Transfers and Investment Transactions

For detail, see Schedule 5

TABLE IV
REVENUES* AND OPENING CASH BALANCES, 1970 - 1975
(Year Ended August 31)

	1970	1971	1972	1973	1974	1975
TAX COLLECTIONS BY MAJOR TAX						
Sales Tax ^(c)	\$ 550 062 227	\$ 632 574 235	\$ 824 024 364	\$ 926 211 008	\$ 1 126 238 969	\$ 1 266 637 463
Oil & Gas Production Taxes	268,977,107	303,633,136	307,367,623	334,797,205	518,229,421	664,333,386
Motor Fuel Taxes (gasoline, diesel, LPG)	312 349 252	333 834 985	355 763 054	385 373 018	389 948 327	395 220 240
Cigarette and Tobacco Taxes	186 908 764	203 977 525	232 284 256	244 215 689	248 474 031	260 937 620
Motor Vehicle Sales Tax ^(c)	96 629 075	97 569 074	167 120 832	197 391 374	197 836 361	202 637 866
Corporation Franchise Tax	110 275 773	131 208 486	128 781 146	133 812 708	154 479 934	166 634 818
Alcoholic Beverages Taxes	57 732 109	69 879 881	78 617 239	82 736 139	89 281 291	92 388 244
Insurance Occupation Tax	55 004 707	59 698 953	66 517 588	77 163 151	84 347 171	92 028 432
Inheritance Tax	23 122 543	34 921 366	39 307 706	47 109 448	50 202 513	47 867 563
Ad Valorem (property) Taxes	64 062 929	63 836 769	61 588 912	57 191 361	50 810 857	44 900 963
Utility Taxes	20,319,222	22,125,248	23,996,432	28,296,252	32,178,139	42,801,997
Telephone Tax	17 045 743	18 579 311	20 514 943	23 627 463	27 262 964	30 625 764
Other Taxes ^(b)	20 149 245	22 899 576	38 159 600	45 651 715	56 758 008	62 976 441
Total Tax Collections	1 782 638 696	1 994 738 545	2 344 043 695	2 583 576 531	3 026 047 986	3 369 990 797
REVENUES BY SOURCE						
TAX COLLECTIONS (from above)	1 782 638 696	1 994 738 545	2 344 043 695	2 583 576 531	3 026 047 986	3 369 990 797
LICENSES AND FEES	231 940 975	249 038 675	273 460 165	292 035 105	307 580 053	315 468 409
INTEREST INCOME	89 714 713	99 291 973	114 330 133	132 139 051	169 020 498	213 002 855
FEDERAL FUNDING [TOTAL]	[831 423 689]	[1 007 019 894]	[1 150 498 120]	[1 293 095 902]	[1 283 321 968]	[1 523 576 068]
Highways	229 101 855	276 686 862	240 262 282	217 220 198	219 704 962	269 677 845
Health	13 118 791	15 056 022	18 207 544	19 735 622	20 555 749	31 959 499
Welfare	401 070 196	483 550 262	611 491 460	603 761 703	563 327 787	674 945 347
Education	132 288 707	156 727 416	190 655 396	212 685 737	239 090 514	257 991 546
Revenue Sharing	- 0 -	- 0 -	- 0 -	127 708 956	97 041 388	97 972 777
Other	55 844 140	74 999 332	89 881 438	111 983 686	143 601 568	191 029 054
LAND INCOME: RENTS, ROYALTIES, SALES	74 572 970	77 386 998	78 627 273	89 941 307	161 392 171	183 249 891
OTHER REVENUE SOURCES ^(a)	39 806 658	33 592 037	47 691 912	52 665 909	52 213 578	69 337 529
TOTAL NET REVENUES	3 050 097 701	3 461 068 122	4 008 651 298	4 443 453 805	4 999 576 254	5 674 625 549
Receipts to Petty Cash Accounts	12 896	830	6 350	7 375	85 249	155 150
Opening Net Cash Balances, September 1	[469 563 233]	[505 303 258]	[473 888 570]	[573 860 598]	[916 372 981]	[1 261 952 546]
State Treasury	469 335 324	505 062 703	473 647 935	573 663 863	916 169 011	1 261 663 387
Petty Cash Funds	227 909	240 555	240 635	196 735	203 970	289 159
Total Net	3 519 673 830	3 966 372 210	4 482 546 218	5 017 321 778	5 916 034 484	6 936 733 245

*Excludes some revenues not cleared through the Comptroller's Office.

(a) Pay patient collections, grants, donations, and miscellaneous revenues.

(b) Hotel-Motel and other occupation taxes not separately identified, cement and other gross receipts taxes not separately identified, Sulphur Tax.

(c) Sales Tax (Limited Sales and Use Tax) and Motor Vehicle Sales Tax shown separately.

For revenue detail, see Schedule 1

TABLE VI
ANNUAL PERCENTAGE CHANGE IN REVENUE BY SOURCE, 1970 - 1975

	PERCENTAGE CHANGE FROM PRIOR YEAR				
	1971	1972	1973	1974	1975
TAX COLLECTIONS BY MAJOR TAX					
Sales Tax	15.0%	30.3%	12.4%	21.6%	12.5%
Oil & Gas Production Taxes	12.9	1.2	8.9	54.8	28.2
Motor Fuel Taxes (gasoline, diesel, LPG)	6.9	6.6	8.3	1.2	1.4
Cigarette and Tobacco Taxes	9.1	13.9	5.1	1.7	5.0
Motor Vehicle Sales Tax	1.0	71.3	18.1	0.2	2.4
Corporation Franchise Tax	19.0	- 1.9	3.9	15.4	7.9
Alcoholic Beverages Taxes	21.0	12.5	5.2	7.9	3.5
Insurance Occupation Tax	8.5	11.4	16.0	9.3	9.1
Inheritance Tax	51.0	12.6	19.9	6.6	- 4.7
Ad Valorem (property) Taxes	- 0.4	- 3.5	- 7.1	- 11.2	- 11.6
Utility Taxes	8.9	8.5	17.9	13.7	33.0
Telephone Tax	9.0	10.4	15.2	15.4	12.3
Other Taxes	13.7	66.6	19.6	24.3	11.0
Total Tax Collections	11.9	17.5	10.2	17.1	11.4
REVENUES BY SOURCE					
TAX COLLECTIONS (from above)	11.9	17.5	10.2	17.1	11.4
LICENSES AND FEES	7.4	9.8	6.8	5.3	2.6
INTEREST INCOME	10.7	15.2	15.6	27.9	26.0
FEDERAL FUNDING [TOTAL]	[21.1]	[14.2]	[12.4]	[- 0.8]	[18.7]
Highways	20.8	- 13.2	- 9.6	1.1	22.8
Health	14.8	20.9	8.4	4.2	55.5
Welfare	20.6	26.5	- 1.3	- 6.7	19.8
Education	18.5	21.7	11.6	12.4	7.9
Revenue Sharing	- 0 -	- 0 -	- 0 -	- 24.0	1.0
Other	34.3	19.8	24.6	28.2	33.0
LAND INCOME: RENTS, ROYALTIES, SALES	3.8	1.6	14.4	79.4	13.5
OTHER REVENUE SOURCES	- 15.6	42.0	10.4	- 0.9	32.8
TOTAL NET REVENUES	13.5	15.8	10.9	12.5	13.5

FISCAL YEAR 1975
STATE REVENUES

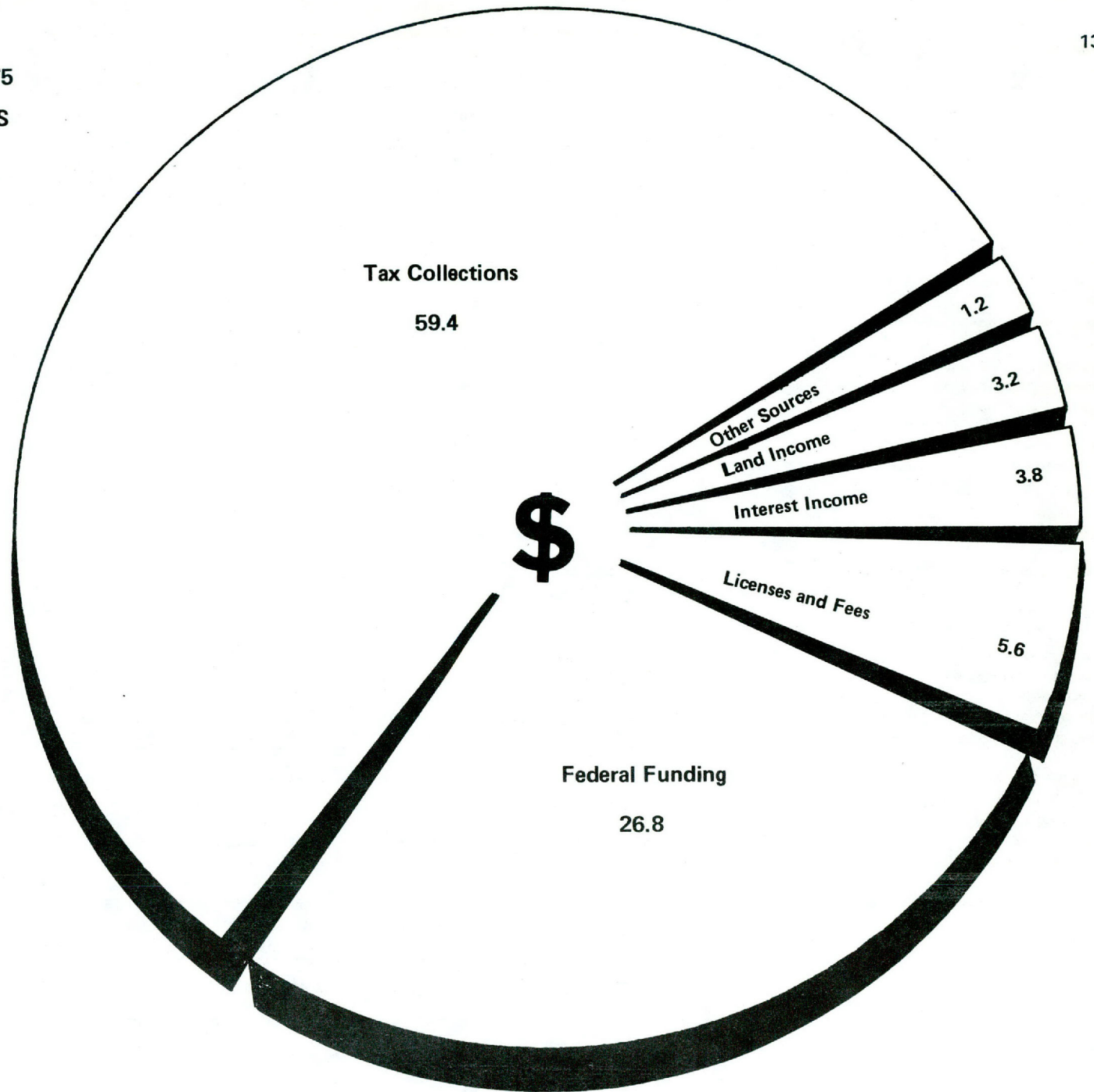


TABLE VII
EXPENDITURES* AND CLOSING CASH BALANCES, 1970 - 1975
(Year Ended August 31)

	1970	1971	1972	1973	1974	1975
<u>Administrative</u>						
Executive Departments	\$ 32 681 108	\$ 36 791 176	\$ 46 585 103	\$ 50 601 092	\$ 61 410 277	\$ 75 667 588
Business Regulatory Commissions	16 311 447	17 921 526	21 243 787	24 159 110	27 093 614	30 230 176
Legislative	5 231 304	10 296 793	8 921 043	13 640 526	17 472 403	19 498 974
Judicial	8 369 957	8 542 224	10 293 281	10 549 860	12 325 052	13 140 568
<u>Services</u>						
Welfare	553 839 986	695 204 626	758 501 753	811 285 596	797 784 376	885 772 343
Mental Health, State Homes and Corrections	140 971 864	150 428 121	178 901 374	192 379 163	225 979 432	266 937 602
Health and Sanitation	34 367 133	40 456 955	52 021 601	61 394 182	77 960 345	98 750 001
Law Enforcement	38 950 553	40 180 453	44 949 757	48 401 261	57 007 936	62 283 476
<u>Improvements</u>						
Highway Maintenance & Construction	633 170 075	667 096 891	605 038 264	583 386 605	649 319 419	831 750 976
Natural Resources	28 114 854	31 242 481	36 059 732	41 425 913	48 187 822	55 096 020
Parks and Monuments	21 137 827	19 186 396	25 892 193	34 434 762	38 651 210	47 957 498
<u>Education</u>						
Support for Higher & Public Education	1 208 871 794	1 474 992 597	1 646 757 665	1 746 309 953	1 950 030 142	2 307 419 353
Contribution to Teacher Retirement	96 366 439	77 846 328	160 966 058	150 965 170	143 147 250	257 250 723
<u>Other Expenditures</u>						
Grants to Political Subdivisions and Others	49 721 593	68 482 427	83 111 712	99 463 986	141 967 490	197 255 140
Payment of Public Debt	41 627 196	47 082 077	48 189 656	72 747 042	79 109 643	88 185 114
Contributions to Employee Social Security	26 332 304	30 276 538	34 900 517	43 615 147	54 489 757	66 744 571
Contributions to Employee Retirement	18 474 477	19 707 411	26 737 241	31 517 535	39 654 964	67 497 223
Miscellaneous	205 885	1 099 359	1 763 961	3 132 609	5 072 117	5 889 269
NET EXPENDITURES	2 954 745 796	3 436 834 379	3 790 834 698	4 019 409 512	4 426 663 249	5 377 326 615
Net Interfund Transfers						
and Investment Transactions	59 624 526	55 648 511	117 800 672	81 539 145	227 418 629	104 928 891
Expenditures from Petty Cash						
to State Treasury	250	750	50 250	140	60	30 760
Closing Net Cash Balances, August 31	[505 303 258]	[473 888 570]	[573 860 598]	[916 372 981]	[1 261 952 546]	[1 454 446 979]
State Treasury	505 062 703	473 647 935	573 663 863	916 169 011	1 261 663 387	1 454 033 430
Petty Cash	240 555	240 635	196 735	203 970	289 159	413 549
Total Net	3 519 673 830	3 966 372 210	4 482 546 218	5 017 321 778	5 916 034 484	6 936 733 245

*Excludes some revenues not cleared through State Comptroller's Office.

For expenditure detail, see Schedule 2

TABLE IX
ANNUAL PERCENTAGE CHANGE IN EXPENDITURES BY FUNCTION, 1970 - 1975

EXPENDITURES	PERCENTAGE CHANGE FROM PRIOR YEAR				
	1971	1972	1973	1974	1975
Administrative					
Executive Departments	12.6%	26.6%	8.6%	21.4%	23.2%
Business Regulatory Commissions	9.9	18.5	13.7	12.2	11.6
Legislative	96.8	-13.4	52.9	28.1	11.6
Judicial	2.1	20.5	2.5	16.8	6.6
Services					
Welfare	25.5	9.1	7.0	- 1.7	11.0
Mental Health, State Homes and Corrections	6.7	18.9	7.5	17.5	18.1
Health and Sanitation	17.7	28.6	18.0	27.0	26.7
Law Enforcement	3.2	11.9	7.7	17.8	9.3
Improvements					
Highway Maintenance & Construction	5.4	- 9.3	- 3.6	11.3	28.1
Natural Resources	11.1	15.4	14.9	16.3	14.3
Parks and Monuments	9.2	35.0	33.0	12.2	24.1
Education					
Support for Higher & Public Education	22.0	11.7	6.1	11.7	18.3
Contribution to Teacher Retirement	-19.2	106.8	- 6.2	- 5.2	79.7
Other Expenditures					
Grants to Political Subdivisions and Others	37.7	21.4	19.7	42.7	38.9
Payment of Public Debt	13.1	2.4	51.0	8.7	11.5
Contributions to Employee Social Security	15.0	15.3	25.0	24.9	22.5
Contributions to Employee Retirement	6.7	35.7	17.9	25.8	70.2
Miscellaneous	434.0	60.5	77.6	61.9	16.1
TOTAL NET EXPENDITURES	16.3	10.3	6.0	10.1	21.5

TABLE X
TOTAL EXPENDITURES BY OBJECT, 1970 - 1975
Year Ended August 31

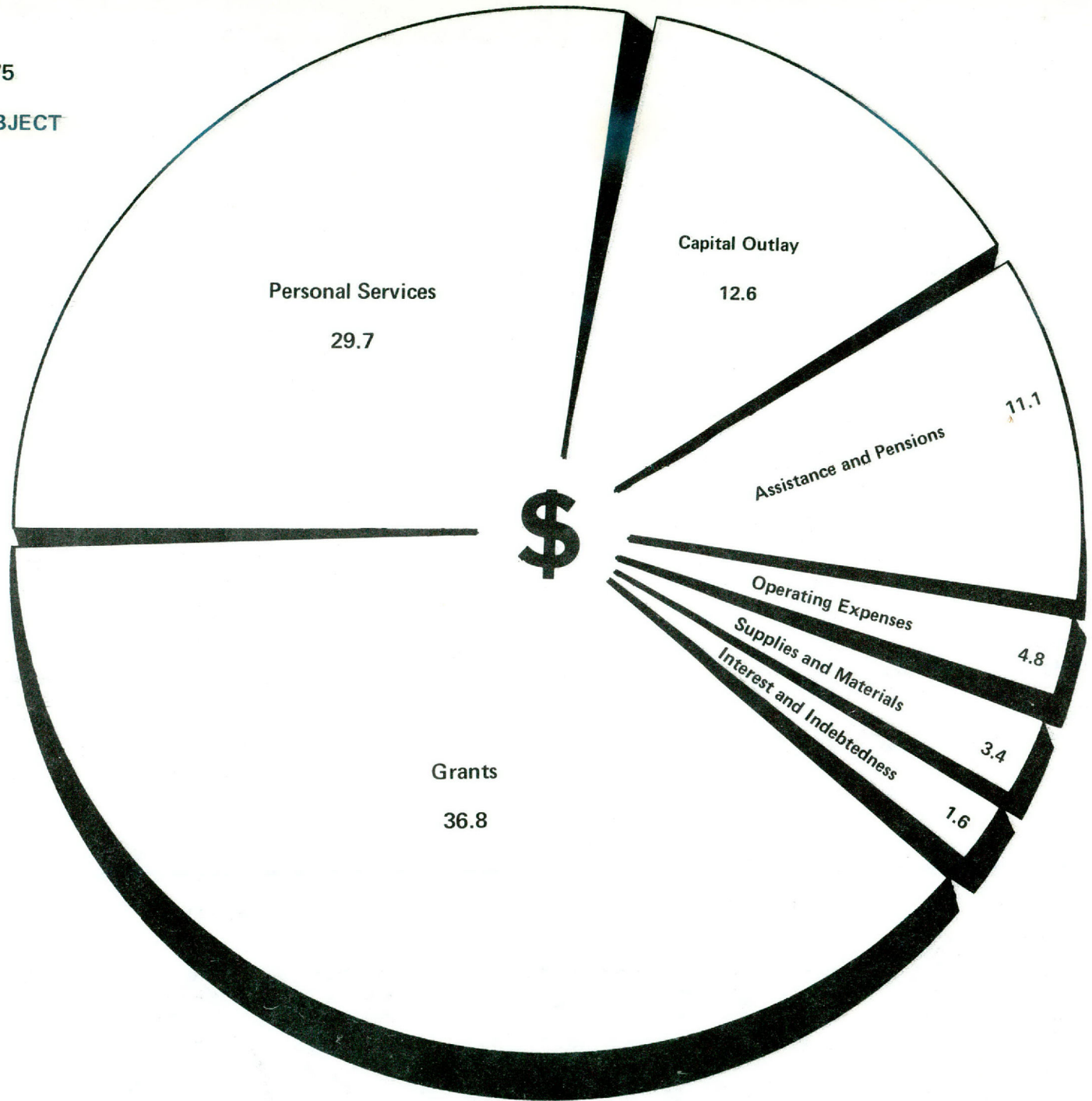
	1970	1971	1972	1973	1974	1975
Personal Services	\$ 822,957,576	\$ 881,709,445	\$ 1,071,617,093	\$ 1,176,090,762	\$ 1,355,726,398	\$ 1,717,914,722
Consumable Supplies and Materials	103,227,729	111,645,632	115,642,779	118,907,702	142,078,213	181,322,301
Current and Recurring Operating Expense	70,353,093	85,669,808	115,730,400	135,321,388	179,262,496	256,347,496
Assistance and Pensions	481,363,903	603,787,765	647,687,106	666,567,050	600,848,081	596,697,461
Grants	920,470,951	1,166,815,961	1,289,903,067	1,382,664,788	1,542,561,740	1,857,357,135
Payments of Indebtedness and Interest	41,731,779	47,294,608	48,263,859	72,949,867	79,274,809	88,314,869
Capital Outlay	514,631,411	539,911,400	501,972,786	466,907,955	526,911,511	679,372,631
GRAND TOTAL	2,954,736,442	3,436,834,619	3,790,817,090	4,019,409,512	4,426,663,248	5,377,326,615

	Percent of Total					
Personal Services	27.8%	25.6%	28.3%	29.3%	30.6%	32.0%
Consumable Supplies and Materials	3.5	3.2	3.0	3.0	3.2	3.4
Current and Recurring Operating Expense	2.4	2.5	3.1	3.4	4.1	4.8
Assistance and Pensions	16.3	17.6	17.1	16.5	13.6	11.1
Grants	31.2	34.0	34.0	34.4	34.8	34.5
Payments of Indebtedness and Interest	1.4	1.4	1.3	1.8	1.8	1.6
Capital Outlay	17.4	15.7	13.2	11.6	11.9	12.6
GRAND TOTAL	100.0	100.0	100.0	100.0	100.0	100.0

	Percentage Change from Prior Year					
Personal Services		7.1%	21.5%	9.7%	15.3%	26.7%
Consumable Supplies and Materials		8.2	3.6	2.8	19.5	27.6
Current and Recurring Operating Expense		21.8	35.1	16.9	32.5	43.0
Assistance and Pensions		25.4	7.3	2.9	9.9	0.7
Grants		26.8	10.5	7.2	11.6	20.4
Payments of Indebtedness and Interest		13.3	2.1	51.2	8.7	11.4
Capital Outlay		4.9	7.0	7.0	12.9	28.9
GRAND TOTAL		16.3	10.3	6.0	10.1	21.5

The difference between 1970, 1971, & 1972 object totals and the total net expenditures for the same years in Table VII is due to past Annual Report adjustments and Function Code overstatements.

FISCAL YEAR 1975
EXPENDITURES BY OBJECT



Revenue & Expenditure Detail

SCHEDULE 1
REVENUES BY SOURCE AND CLASS
Year Ended August 31

SOURCE/Class			1974 Revenues	1975 Revenues	Percent Change
01	001	AD VALOREM TAX	\$ 50,810,857.11	\$ 44,900,963.19	- 11.6%
02	005	INHERITANCE TAX	50,202,513.10	47,867,563.27	- 4.7
03	PRODUCTION & REGULATION - CRUDE OIL				
	020	Oil Production Tax	344,832,276.46	402,553,158.48	16.7
	026	Oil and Gas Regulation Tax	<u>2,329,175.79</u>	<u>2,210,686.61</u>	- 5.1
	TOTAL, PRODUCTION & REGULATION - CRUDE OIL		347,161,452.25	404,763,845.09	16.6
04	022	NATURAL & CASINGHEAD GAS TAX	171,067,968.21*	259,569,541.19*	51.7
05	024	SULPHUR TAX	5,515,706.62	4,786,896.12	- 13.2
06	100	GAS UTILITY ADMINISTRATION TAX	4,373,822.83	7,315,370.00	67.3
07	040	CEMENT TAX	3,811,419.32	3,260,179.90	- 14.5
08	042	UTILITIES TAX	27,804,316.97*	35,486,626.20*	27.6
09	044	TELEPHONE COMPANIES TAX	27,262,964.38*	30,625,764.27*	12.3
10	OTHER - PRODUCTION & GROSS RECEIPTS TAXES				
	046	Oil & Gas Well Servicing Tax	1,426,350.88	2,025,708.65	42.0
	050	Express Companies Tax	- 0 -	(71,915.61)	
	052	Carline Companies Tax	24,947.92	28,495.61	14.2
	077	Mixed Drinks Gross Receipts Tax	28,664,530.28	33,869,410.59	18.2
	087	Telegraph Tax	48,338.77	49,011.21	1.4
	153	Stock Share Transfer Tax	(1,220.99)	(104.21)	
	178	Other Miscellaneous Taxes	442.76	- 0 -	- 100.0
	180	Miscellaneous Occupation Taxes	<u>230,432.37</u>	<u>78,572.46</u>	- 65.9
	TOTAL, OTHER - PRODUCTION & GROSS RECEIPTS TAXES		30,393,821.99	35,979,178.70	18.4

(Deduction)

*A 1974 journal entry error was discovered in 1975 and corrected in 1975 as follows:

	1974	1975
Revenue 022	- 2,244,900.49	+ 2,244,900.49
Revenue 042	+ 2,772,015.52	- 2,772,015.52
Revenue 044	- 527,115.03	+ 527,115.03

Totals shown here for 1974 and 1975 have been adjusted by these amounts in order to reflect normal growth patterns for each.

SCHEDULE 1 (continued)
REVENUES BY SOURCE AND CLASS
Year Ended August 31

SOURCE/Class	1974 Revenues	1975 Revenues	Percent Change
11 MOTOR VEHICLE SALES TAX			
095 Motor Vehicle Rental Tax	\$ 4,666,036.18	\$ 4,954,327.65	6.2%
096 Motor Vehicle Tax	<u>193,170,324.84</u>	<u>197,683,538.09</u>	<u>2.3</u>
TOTAL, MOTOR VEHICLE SALES TAX	197,836,361.02	202,637,865.74	2.4
12 HOTEL, MOTEL & MISCELLANEOUS EXCISE TAX			
072 Hotel and Motel Tax	10,803,023.56	12,236,239.24	13.3
102 Other Selective Sales Taxes	<u>70,614.64</u>	<u>68,305.06</u>	<u>- 3.3</u>
TOTAL, HOTEL, MOTEL & MISCELLANEOUS EXCISE TAX	10,873,638.20	12,304,544.30	13.2
13 CIGARETTE & TOBACCO PRODUCTS TAXES & LICENSES			
074 Cigarette Tax	239,179,882.40	251,194,040.21	5.0
076 Tobacco Products Tax	8,772,113.06	9,220,366.38	5.1
207 Cigarette & Tobacco Tax Permit Fees	<u>522,035.85</u>	<u>523,213.44</u>	<u>0.2</u>
TOTAL, CIGARETTE & TOBACCO PRODUCTS TAXES & LICENSES	248,474,031.31	260,937,620.03	5.0
14 ALCOHOLIC BEVERAGES TAXES & LICENSES			
080 Liquor Tax	32,901,488.72	35,125,190.59	6.8
082 Wine Tax	2,729,371.69	2,622,241.17	- 3.9
084 Ale Tax (Malt Liquor)	919,955.70	946,085.87	2.8
090 Beer Tax	46,435,210.51	46,514,075.65	0.2
208 Private Club Service Fee	79,360.58	88,325.12	11.3
210 Liquor Permit Fees	5,188,734.20	6,029,252.03	16.2
211 Wine and Beer Permit Fees	<u>1,027,169.35</u>	<u>1,063,073.35</u>	<u>3.5</u>
TOTAL, ALCOHOLIC BEVERAGE TAXES & LICENSES	89,281,290.75	92,388,243.78	3.5
15 094 SPECIAL MOTOR FUELS TAX	46,172,080.34	45,124,730.77	- 2.3
16 110 MOTOR FUEL GASOLINE TAX	343,776,246.34	350,095,509.16	1.8
17 150 FRANCHISE TAX	154,479,933.85	166,634,817.69	7.9
18 INSURANCE COMPANIES OCCUPATION TAXES			
155 Insurance Companies Occupation Tax	83,414,104.33	90,795,082.77	8.8
160 Insurance Companies Workmen's Compensation Tax	<u>933,066.38</u>	<u>1,233,349.15</u>	<u>32.2</u>
TOTAL, INSURANCE COMPANIES OCCUPATION TAXES	84,347,170.71	92,028,431.92	9.1

SCHEDULE 1 (continued)
REVENUES BY SOURCE AND CLASS
Year Ended August 31

SOURCE/Class	1974 Revenues	1975 Revenues	Percent Change
20 OTHER OCCUPATION TAXES			
056 Admissions Tax	\$ 5,014,445.97	\$ 5,407,781.76	7.8%
172 Coin-Operated Amusement Machine Tax	<u>1,148,975.61</u>	<u>1,237,860.32</u>	<u>7.7</u>
TOTAL, OTHER OCCUPATION TAXES	6,163,421.58	6,645,642.08	7.8
22 STORE LICENSES & EXEMPTIONS			
200 Store and Exemption License Fees	1,718,235.61	23,792.63	— 98.6
300 Store and Exemption License Service Fees	6,369.86	3,025.57	— 52.5
301 Store and Exemption License Filing Fees	<u>249,745.00</u>	<u>10,658.00</u>	<u>— 95.7</u>
TOTAL, STORE LICENSES & EXEMPTIONS	1,974,350.47	37,476.20	— 98.1
23 LIMITED SALES, EXCISE & USE TAX			
062 Limited Sales Tax	1,119,585,278.16	1,259,534,768.89	12.5
063 Motor Fuel Lubricants Sales Tax	4,575,527.00	4,929,456.00	7.7
066 Limited Sales & Use Tax (Collected by State Agencies)	<u>2,078,163.61</u>	<u>2,173,238.39</u>	<u>4.6</u>
TOTAL, LIMITED SALES, EXCISE & USE TAX	1,126,238,968.77	1,266,637,463.28	12.5
24 OTHER LICENSES & FEES			
157 Insurance Companies Maintenance Tax	7,303,892.05	5,254,052.14	— 28.1
176 Bedding Tax	91,104.34	82,572.03	— 9.4
201 Coin-Operated Business License Fee	578,386.14	(4,525.10)	
206 Gross Receipts Permit Fees	235.00	236.00	0.4
209 Controlled Substance Manufacture, Distribution & Dispensing Registration Fee	105,540.25	97,960.00	— 7.2
212 Operators and Chauffeurs License Fees	17,509,579.03	18,247,429.48	4.2
213 Agriculture Department License Fees	517,800.53	534,951.69	3.3
214 Health Department License Fees	192,668.00	203,631.00	5.7
215 Bedding Permit Fees	38,570.00	37,682.87	— 2.3
220 Securities Act License Registration Fees	980,430.68	1,082,735.51	10.4
221 Insurance Department License & Registration Fees	1,224,871.15	1,300,141.50	6.1
222 Motor Bus Permit and License Fees	55,278.54	104,960.22	89.9
223 Motor Carrier Permit License Fees & Fines	1,057,028.98	1,603,189.27	51.7
224 Professional Examination & Registration Fees	2,939,669.00	2,616,937.86	— 11.0
225 Higher Education Registration Fees	25,390,224.56	26,360,956.50	3.8
226 Other Licenses, Permits & Registration Fees	5,770,519.90	5,360,171.59	— 7.1
250 Certificate of Title Fees	1,559,427.00	1,498,137.60	— 3.9
251 Motor Vehicle Inspection & Certification Fees	3,883,490.25	4,064,239.00	4.7
252 Agriculture Department Inspection & Certification Fees	<u>991,722.76</u>	<u>964,545.62</u>	<u>— 2.7</u>

(Deduction)

SCHEDULE 1 (continued)
REVENUES BY SOURCE AND CLASS
Year Ended August 31

SOURCE/Class		1974 Revenues	1975 Revenues	Percent Change
24	OTHER LICENSES & FEES (continued)			
253	Boiler Inspection Fees	\$ 201,540.39	\$ 222,635.53	10.5%
254	Health Department Inspection Fees	99,506.89	148,937.34	49.7
255	Other Inspection and Certification Fees	712,361.83	669,805.30	- 6.0
304	Higher Education Student Fees	2,359,437.44	4,379,246.42	85.6
306	Examination and Audit Fees	2,351,491.58	2,071,672.41	- 11.9
307	City Sales Tax Service Fee	4,409,712.93	5,781,339.30	31.1
310	Other Filing, Office and Service Fees	17,312,793.49	19,494,842.11	12.6
	TOTAL, OTHER LICENSES & FEES	97,637,282.71	102,178,483.19	4.7
25	218 GAME AND FISH LICENSE FEES	12,317,290.27	12,500,045.87	1.5
26	MOTOR VEHICLE LICENSES, REGISTRATION & FEES			
204	Motor Vehicle Registration Fees	192,959,475.86	197,951,391.75	2.6
205	Personalized License Plates Fees	586,240.00	733,135.00	25.1
216	Truck and Automobile Permit Fees	2,105,413.76	2,067,876.82	- 1.8
	TOTAL, MOTOR VEHICLE LICENSES, REGISTRATION & FEES	195,651,129.62	200,752,403.57	2.6
27	400 PRINCIPAL ON LAND SALES	272,873.17	278,428.63	2.0
28	OIL, GAS & MINERAL ROYALTIES			
402	Oil and Gas Royalties	74,176,921.61	128,838,779.32	73.7
403	Other Royalties	276,243.59	208,246.10	- 24.6
	TOTAL, OIL, GAS & MINERAL ROYALTIES	74,453,165.20	129,047,025.42	73.3
29	404 SAND, SHELL AND GRAVEL SALES	2,186,311.75	1,724,236.27	- 21.1
30	REAL ESTATE, EQUIPMENT & COMMODITIES SALES			
405	Building Sales	213,059.54	150,060.19	- 29.6
420	Machinery and Equipment Sales	1,603,381.14	2,134,051.81	33.1
421	Farm, Dairy and Garden Product Sales	1,163,320.10	1,222,138.02	5.1
422	Processed Products Sales	2,541,265.60	3,031,961.84	19.3
423	Publication and Advertising Sales	1,891,415.52	1,980,281.90	4.7
424	Operating Supplies Sales	123,035.39	103,121.17	- 16.2
425	Dormitory, Cafeteria & Merchandise Sales	3,237,586.82	3,338,511.57	3.1
426	Other Sales	1,826,329.62	2,272,192.24	24.4
	TOTAL, REAL ESTATE, EQUIPMENT & COMMODITIES SALES	12,599,393.73	14,232,318.74	13.0
31	440 MINERAL LEASE, BONUS & PROSPECT RENTALS	70,012,837.36	35,843,173.84	- 48.8

SCHEDULE 1 (continued)
REVENUES BY SOURCE AND CLASS
Year Ended August 31

SOURCE/Class	1974 Revenues	1975 Revenues	Percent Change
32 SURFACE RENTALS, LEASES & EASEMENTS			
441 Rental Lands and Buildings	\$ 232,141.44	\$ 237,266.54	2.2%
442 Rental Equipment	1,419.57	2,873.69	102.4
443 Other Rentals, Leases and Easements	<u>1,634,029.16</u>	<u>1,884,567.49</u>	<u>15.3</u>
TOTAL, SURFACE RENTALS, LEASES & EASEMENTS	1,867,590.17	2,124,707.72	13.8
33 INTEREST ON DEPOSITS			
500 Interest on State Deposits	47,083,265.19	74,149,823.16	57.5
501 Interest on County Deposits	228.61	238.54	4.3
502 Interest on Local Deposits	<u>1,102,566.76</u>	<u>1,417,961.06</u>	<u>28.6</u>
TOTAL, INTEREST ON DEPOSITS	48,186,060.56	75,568,022.76	56.8
34 INTEREST ON SECURITIES OWNED			
510 Interest on Investments	75,208,521.50	83,808,034.85	11.4
511 Dividends on Corporate Stock	29,031,007.37	34,666,819.84	19.4
516 Accrued Interest and Premiums on Sale of State Bonds Issued	<u>195,712.59</u>	<u>420,446.38</u>	<u>114.8</u>
TOTAL, INTEREST ON SECURITIES OWNED	104,435,241.46	118,895,301.07	13.8
35 515 INTEREST ON LAND SALES	10,867,125.72	11,361,030.41	4.5
36 MISCELLANEOUS INTEREST			
517 Other Interest	265,423.62	293,441.54	10.6
518 Interest on Loans to College Students	<u>5,266,646.26</u>	<u>6,885,059.29</u>	<u>30.7</u>
TOTAL, MISCELLANEOUS INTEREST	5,532,069.88	7,178,500.83	29.8
37 303 SUPPORT & MAINTENANCE OF PATIENTS FEES	16,061,239.79	17,556,459.21	9.3
38 OTHER MISCELLANEOUS REVENUE			
550 Court Cost	6,407,997.30	7,340,129.26	14.5
551 Other Penalties	1,826,822.59	1,876,942.28	2.7
555 Confiscations	50,629.68	40,187.61	-
560 Judgments	794,953.24	1,120,818.15	41.0
561 Interest on Judgments	3,164.18	4,985.12	57.5
562 Escheated Estates	793,818.23	992,881.73	25.1
563 Forfeitures	3,091.43	2,467.47	-
564 Insurance and Damages	947,922.47	1,151,139.40	21.4
565 Warrants Voided by Statute of Limitation	293,408.78	465,931.89	58.8
566 Judges' Retirement Contributions	377,577.05	372,152.95	-
567 Cost Reimbursement (Abandoned Motor Vehicles)	1,764.67	1,275.95	-
568 Unclaimed Sales Abandoned Motor Vehicles	7.81	2,117.68	27,015.0

SCHEDULE 1 (continued)
REVENUES BY SOURCE AND CLASS
Year Ended August 31

SOURCE/Class		1974 Revenues	1975 Revenues	Percent Change
38	OTHER MISCELLANEOUS REVENUE (continued)			
569	Unemployment Benefit Repaid	\$ 334,516.57	\$ 448,590.80	34.1%
570	Other Miscellaneous Governmental Revenue	14,314,149.98	21,601,508.80	50.9
571	Departmental Transfer Tex-An Telecommunications Service	<u>89,196.78</u>	<u>516,943.90</u>	<u>479.6</u>
	TOTAL, OTHER MISCELLANEOUS REVENUE	26,239,020.76	35,938,072.99	37.0
39	530 FEDERAL GRANTS (HIGHWAYS)	219,704,962.33	269,677,845.23	22.7
40	530 FEDERAL GRANTS (PUBLIC HEALTH)	20,555,748.53	31,959,498.61	55.5
41	530 FEDERAL GRANTS (PUBLIC WELFARE)	563,327,786.40	674,945,346.57	19.8
42	530 FEDERAL GRANTS (PUBLIC EDUCATION)	239,090,514.37	257,991,546.90	7.9
43	530 FEDERAL GRANTS (OTHER)	143,601,568.00	191,029,054.00	33.0
44	GRANTS & DONATIONS - OTHER			
531	County and City Grants	4,560,045.89	7,664,050.77	68.1
532	Other Political Sub-Divisions Grants	400,762.81	589,564.99	47.1
540	Other Donations and Grants	<u>4,952,508.90</u>	<u>7,589,381.45</u>	<u>53.2</u>
	TOTAL, GRANTS & DONATIONS - OTHER	9,913,317.60	15,842,997.21	59.8
45	530 FEDERAL GRANTS (FEDERAL REVENUE SHARING)	97,041,388.00	97,972,777.00	0.1
	TOTAL NET REVENUES	4,999,576,253.50	5,674,625,548.92	13.5
99	INTERFUND TRANSFERS			
199	Revenue Refunds Applied	15,179,404.71	19,284,808.16	27.0
600	Sale of State Bonds Issued	15,000,000.00	36,000,000.00	140.0
601	Sale/Redemption of Investments; City, County & District Bonds	4,444,946.10	4,220,245.90	- 5.1
602	Sale/Redemption of Investments; State Bonds	- 0 -	30,000.00	
603	Sale/Redemption of Investments; Corporate Securities	103,399,009.00	98,610,138.00	- 4.6
606	Sale of Corporate Stock	6,481,123.27	14,128,873.06	118.0
607	Sale/Redemption of Investments; U.S. Government Securities	577,927,000.00	635,006,000.00	9.9
608	Sale/Redemption of Investments; Notes & Others	4,360,545.32	8,261,599.37	89.5
610	Repayment of Loans to Political Sub-Divisions	3,366,500.00	2,360,000.00	- 29.9
612	Repayment of Water Storage Contracts	656,452.95	1,530,486.25	133.1

SCHEDULE 1 (continued)
REVENUES BY SOURCE AND CLASS
Year Ended August 31

SOURCE/Class	1974 Revenues	1975 Revenues	Percent Change
99 INTERFUND TRANSFERS (continued)			
615 Petty Cash Advance Repayments	\$ 60.05	\$ 30,760.00	51,124.0%
617 Repayment of Principal-Veterans Land Notes	18,131,089.75	15,276,415.76	- 15.7
618 Repayment of Principal College Student Loans	10,247,799.12	9,849,287.26	- 3.9
620 Unexpended Balances	694,923.75	825,087.31	18.7
624 Departmental Transfer-Centrex Telephone Service	2,098,138.41	1,729,771.70	- 17.6
625 Departmental Transfer-Sales of Supplies & Services	47,670,440.08	86,738,598.59	82.0
626 Departmental Transfer-Appropriation & Fund Transfers	1,496,495.83	11,785,734.10	687.6
627 Amortization Premium & Discount-Purchased	13,266,440.72	15,908,463.56	19.9
629 Departmental Transfer - Tex-An Telecommunications Service	585,940.54	3,644,909.42	522.1
630 Operation Fund Transfers	80,501,559.01	84,071,621.76	4.4
640 Interfund Transfers	30,922,293.65	25,831,714.54	- 16.5
642 Department Transfer-Unemployment Benefit	191,645.93	248,107.39	29.5
643 Central Supply Store Receipts	372,897.85	523,672.50	40.4
650 Unappropriated from Fund 120	959,667,376.56	1,095,130,396.56	14.1
651 Crude Oil Enforcement from Fund 120	1,657,121.85	2,012,442.42	21.4
652 Natural Gas Enforcement from Fund 120	863,797.37	1,289,511.96	49.3
654 Excess Priority Allocation from Fund 120	89,077,900.44	114,773,478.05	28.8
655 Unappropriated from Fund 060	386,609,358.82	391,598,270.22	1.3
656 Refund Filing Fees from Fund 060	26,049.50	25,526.00	- 2.0
660 Coin Machine Allocation from Fund 120	25,000.00	25,000.00	0.0
661 Cigarette Tax Enforcement from Fund 120	990,289.84	1,017,978.07	2.8
662 Unclaimed Aircraft Fuel Refunds	754,027.20	691,104.10	- 8.3
663 Unclaimed Motorboat Fuel Refunds	2,720,967.84	2,636,881.99	- 3.1
664 Cash Advance for S.B. 1	- 0 -	11,430,474.37	
999 Expenditure Refunds Applied	66,296,233.89	56,119,983.48	- 15.3
TOTAL, INTERFUND TRANSFERS	2,445,682,829.35	2,752,647,341.85	12.6
TOTAL REVENUE AND INTERFUND TRANSFERS	7,445,259,082.85	8,427,272,890.77	13.2

SCHEDULE 2
EXPENDITURES BY FUNCTION AND DEPARTMENT
Year Ended August 31

FUNCTION/Department (with codes)	1974 Expenditures	1975 Expenditures	Percent Change
01 LEGISLATIVE			
101 Senate	\$ 3,982,154.64	\$ 4,797,483.52	20.5%
102 House of Representatives	7,900,140.47	9,898,975.39	25.3
103 Legislative Council	961,558.39	1,242,321.16	29.2
104 Legislative Budget Board	497,394.64	670,038.51	34.7
105 Legislative Reference Library	129,089.89	145,080.67	12.4
107 Commission on Uniform State Laws	15,142.18	14,389.95	-
111 Legislative Property Tax Committee	324,212.85	456,034.59	40.7
112 Texas Constitutional Revision Commission	405,927.19	- 0 -	- 100.0
115 Texas Constitution Convention	1,500,839.42	128,480.43	- 91.4
308 Auditor	<u>1,755,943.15</u>	<u>2,146,169.52</u>	<u>22.2</u>
TOTAL, LEGISLATIVE	17,472,402.82	19,498,973.74	11.6
02 JUDICIAL			
201 Supreme Court	670,352.74	709,758.90	5.9
211 Court of Criminal Appeals	831,224.65	851,376.78	2.4
212 Civil Judicial Council	130,468.03	192,228.55	47.3
213 State Attorney Before Court of Criminal Appeals	34,282.40	37,331.68	8.9
221 Court of Civil Appeals-First District	171,226.00	181,025.09	5.7
222 Court of Civil Appeals-Second District	142,844.53	161,828.39	13.3
223 Court of Civil Appeals-Third District	156,170.47	170,128.54	8.9
224 Court of Civil Appeals-Fourth District	165,117.31	172,749.53	4.6
225 Court of Civil Appeals-Fifth District	167,386.17	177,270.20	5.9
226 Court of Civil Appeals-Sixth District	154,224.22	161,732.42	4.9
227 Court of Civil Appeals-Seventh District	164,274.28	179,734.15	9.4
228 Court of Civil Appeals-Eighth District	153,537.96	164,808.31	7.3
229 Court of Civil Appeals-Ninth District	151,496.11	163,419.25	7.9
230 Court of Civil Appeals-Tenth District	145,592.66	152,299.17	4.6
231 Court of Civil Appeals-Eleventh District	148,478.14	155,326.60	4.6
232 Court of Civil Appeals-Twelfth District	161,819.04	170,567.43	5.4
233 Court of Civil Appeals-Thirteenth District	168,142.21	176,926.04	5.2
234 Court of Civil Appeals-Fourteenth District	170,718.96	180,199.56	5.6
241 District Courts (Comptroller's Judiciary Section)	8,261,455.42	8,796,686.44	6.5
242 Judicial Qualifications Commission	40,195.87	46,087.34	14.7
243 Law Library	<u>136,045.16</u>	<u>139,083.74</u>	<u>2.2</u>
TOTAL, JUDICIAL	12,325,052.33	13,140,568.11	6.6
03 EXECUTIVE & ADMINISTRATIVE			
301 Governor-Executive	9,629,010.60	13,784,475.03	43.2
302 Attorney General	4,267,264.77	4,806,875.35	12.7
303 Board of Control	8,604,293.55	10,056,764.89	16.9
304 Comptroller of Public Accounts	15,145,040.91	18,785,425.67	24.0
305 General Land Office	2,798,725.06	3,426,120.55	22.4
306 Library and Historical Commission	1,455,354.40	1,790,533.71	23.0

SCHEDULE 2 (continued)
EXPENDITURES BY FUNCTION AND DEPARTMENT
Year Ended August 31

FUNCTION/Department (with codes)	1974 Expenditures	1975 Expenditures	Percent Change
03 EXECUTIVE & ADMINISTRATIVE (continued)			
307 Secretary of State	\$ 3,523,863.01	\$ 1,603,466.32	- 54.5%
309 Building Commission	5,347,638.22	7,454,308.94	39.4
310 Treasurer	1,227,974.77	1,342,327.75	9.3
312 Securities Board	746,628.30	860,907.85	15.3
316 Board of County & District Road Indebtedness	105,814.18	124,739.51	17.9
318 Commission for the Blind	1,855,156.89	1,920,697.33	3.5
324 Department of Public Welfare	198,601.70	- 0 -	- 100.0
326 Good Neighbor Commission	98,932.99	99,601.92	0.7
327 Employees' Retirement System	1,623,143.29	1,994,783.46	22.9
328 Veterans' Land Board	208,146.12	408,115.08	96.1
331 Mass Transportation Commission	83,413.34	142,885.86	71.3
332 Community Affairs	4,095,013.48	6,434,706.44	57.1
333 Office of State-Federal Relations	123,770.83	285,379.43	130.6
334 Advisory Commission on Intergovernmental Relations	244,176.28	316,204.10	29.5
335 Commission for the Deaf	28,314.65	29,268.10	3.4
TOTAL, EXECUTIVE & ADMINISTRATIVE	61,410,277.34	75,667,587.29	23.2
04 PROTECTION OF PERSONS & PROPERTY			
401 Adjutant General	2,075,664.63	2,506,661.22	20.8
403 Veterans' Affairs Commission	663,017.50	744,259.24	12.3
405 Department of Public Safety	53,149,938.90	57,610,849.38	8.4
406 National Guard Armory Board	632,468.67	728,191.02	15.1
407 Law Enforcement Officer Standards & Education	431,470.93	634,877.72	47.1
408 Fire Protection Personnel Standards & Education	55,375.10	58,637.32	5.9
TOTAL, PROTECTION OF PERSONS & PROPERTY	57,007,935.73	62,283,475.90	9.3
05 REGULATION OF BUSINESS & INDUSTRY			
329 Real Estate Commission	641,127.57	729,804.60	13.8
451 Banking-Finance Commission	23,229.57	35,678.38	53.6
452 Bureau of Labor and Standards	1,320,762.20	1,422,400.32	7.7
453 Industrial Accident Board	1,879,290.01	2,218,858.77	18.1
454 Board of Insurance	7,531,253.52	8,375,172.03	11.2
455 Railroad Commission	6,503,265.33	7,004,386.18	7.7
458 Alcoholic Beverage Commission	6,458,309.76	7,132,123.61	10.4
459 Board of Architectural Examiners	82,858.52	92,948.77	12.2
460 Board of Registration for Professional Engineers	272,529.53	297,906.93	9.3
461 Aeronautics Commission	397,670.00	551,686.10	38.7
463 Board of Registration for Public Surveyors	29,867.45	30,182.82	1.1
465 Industrial Commission	1,016,444.08	1,200,270.45	18.1
467 Board of Private Investigators & Private Security Agents	241,857.45	372,495.58	54.0
468 Board of Landscape Architects	18,247.87	36,919.87	102.3
470 Motor Vehicle Commission	93,142.17	102,986.37	10.6

SCHEDULE 2 (continued)
EXPENDITURES BY FUNCTION AND DEPARTMENT
Year Ended August 31

FUNCTION/Department (with codes)	1974 Expenditures	1975 Expenditures	Percent Change
05 REGULATION OF BUSINESS & INDUSTRY (continued)			
471 Texas Amusement Machine Commission	\$ 428,032.84	\$ 462,677.11	8.1%
472 Texas Structural Pest Control Board	<u>155,726.29</u>	<u>163,678.42</u>	<u>5.1</u>
TOTAL, REGULATION OF BUSINESS & INDUSTRY	27,093,614.16	30,230,176.31	11.6
06 CONSERVATION OF HEALTH & SANITATION			
501 Department of Health Resources	46,374,695.64	61,159,420.39	31.9
502 Board of Barber Examiners	225,385.73	240,133.41	6.5
503 Board of Medical Examiners	233,736.46	238,097.68	1.9
504 Board of Dental Examiners	160,800.60	236,074.35	46.8
505 Cosmetology Commission	1,034,693.95	818,733.23	- 20.9
506 University of Texas System Cancer Center	18,601,701.47	20,556,034.23	10.5
508 Board of Chiropractic Examiners	33,312.66	31,747.49	- 4.7
509 Board of Examiners for Hearing Aids	31,472.21	35,846.06	13.9
510 Board of Examiners in Basic Sciences	56,938.80	62,142.77	9.1
511 Board of Vocational Nurse Examiners	182,348.88	205,607.52	12.8
514 Optometry Board	51,506.03	49,256.04	- 4.4
517 Commission on Alcoholism	840,662.95	1,357,674.02	61.5
518 Water Quality Board	5,426,330.58	6,536,904.78	20.5
519 Air Control Board	4,516,656.93	6,912,015.08	53.0
520 Board of Examiners of Psychologists	40,140.14	55,755.55	38.9
521 Governor's Commission on Physical Fitness	69,861.34	63,332.45	- 9.4
522 Board of Physical Therapy Examiners	15,467.97	27,997.39	81.0
523 Board of Athletic Trainers	2,807.05	3,118.71	11.1
524 Board of Nursing Home Administrators	61,825.26	84,439.47	36.6
525 Health Facilities Commission	<u>- 0 -</u>	<u>75,669.99</u>	<u>-</u>
TOTAL, CONSERVATION OF HEALTH & SANITATION	77,960,344.65	98,750,000.61	26.7
07 DEVELOPMENT & CONSERVATION OF NATURAL RESOURCES			
551 Department of Agriculture	9,910,001.06	11,161,875.62	12.6
552 Water Rights Commission	2,195,502.81	2,519,775.61	14.8
554 Texas Animal Health Commission	3,334,912.91	3,847,517.55	15.4
555 Agricultural Extension Service	9,493,078.67	10,700,563.96	12.7
556 Agricultural Experiment Station	10,199,664.30	12,013,843.48	17.8
557 Veterinary Medical Diagnostic Laboratory	352,611.82	1,199,739.69	240.2
576 Forest Service	2,563,508.40	2,966,127.93	15.7
577 Rodent & Predatory Animal Control Service	893,540.36	941,052.02	5.3
578 Board of Veterinary Medical Examiners	60,605.82	68,532.54	13.1
579 Rio Grande Compact Commission	52,297.59	53,880.67	3.0
580 Water Development Board	7,107,864.52	7,419,768.79	4.4
581 Water Well Drillers Board	5,009.53	6,380.97	27.4
583 Sabine River Compact Administration	11,184.04	10,533.24	- 5.8

SCHEDULE 2 (continued)
EXPENDITURES BY FUNCTION AND DEPARTMENT
Year Ended August 31

FUNCTION/Department (with codes)	1974 Expenditures	1975 Expenditures	Percent Change
07 DEVELOPMENT & CONSERVATION OF NATURAL RESOURCES (continued)			
584 Texas Offshore Terminal Commission	\$ 194,841.06	\$ 142,999.38	- 26.6%
585 Texas Coastal and Marine Council	122,299.09	150,966.31	23.4
592 Soil & Water Conservation Board	867,666.97	897,515.97	3.4
596 Interstate Compact Commissioner (Red River)	13,887.77	13,800.83	- 0.6
598 Canadian River Commission	7,000.00	7,228.11	3.3
599 Pecos River Commission	58,619.70	60,257.31	2.8
904 Natural Fibers & Food Protein Committee	<u>743,725.21</u>	<u>913,660.45</u>	<u>22.9</u>
TOTAL, DEVELOPMENT & CONSERVATION OF NATURAL RESOURCES	48,187,821.63	55,096,020.43	14.3
08 HIGHWAY MAINTENANCE & CONSTRUCTION			
601 Department of Highways and Public Transportation	<u>649,319,419.60</u>	<u>831,750,976.23</u>	<u>28.1</u>
TOTAL, HIGHWAY MAINTENANCE & CONSTRUCTION	649,319,419.60	831,750,976.23	28.1
10 MENTAL HEALTH-MENTAL RETARDATION & CORRECTIONAL			
651 Corsicana State Home	1,350,685.01	1,518,461.08	12.4
652 Waco State Home	1,377,585.63	1,436,352.24	4.3
654 Brownwood State School for Girls	1,521,445.20	2,201,579.50	44.7
655 Department of Mental Health & Mental Retardation	19,618,939.37	21,125,825.06	7.7
656 Vernon Center	4,829,911.24	6,065,856.63	25.6
657 Amarillo State Center for Human Development	608,631.53	769,990.28	26.5
658 Beaumont State Center for Human Development	847,905.24	1,358,120.86	60.2
659 Rio Grande State Center MHMR	2,457,756.48	2,779,373.56	13.1
660 Denton State School	7,326,056.77	9,582,173.95	30.8
661 El Paso State Center for Human Development	183,545.68	760,744.21	314.5
662 Dallas State Mental Health Clinic	23,683.36	(18.73)	- 100.1
663 Commission for Indian Affairs	533,175.82	541,477.47	1.6
664 Fort Worth State Mental Health Clinic	23,726.48	19,513.58	- 17.8
666 East Texas Chest Hospital	3,785,867.49	4,249,354.08	12.2
667 Fort Worth State School	62,066.77	1,519,737.88	2348.6
668 Richmond State School	5,382,158.01	6,914,171.44	28.5
669 Lufkin State School	4,099,491.18	5,168,616.20	26.1
670 Corpus Christi State School	3,930,569.52	4,781,059.06	21.6
671 San Angelo Center	3,974,661.18	4,976,855.11	25.2
672 Mexia State School	8,617,205.53	10,958,576.96	27.2
673 San Antonio State Chest Hospital	4,239,525.07	4,523,493.62	6.7
674 Kerrville State Hospital	4,850,990.95	5,254,039.38	8.3
675 Travis State School	6,894,133.17	9,063,200.15	31.5
676 Abilene State School	8,157,578.91	10,290,249.11	26.1
677 Austin State Hospital	<u>11,088,623.59</u>	<u>12,469,164.94</u>	<u>12.5</u>

(Deduction)

SCHEDULE 2 (continued)
EXPENDITURES BY FUNCTION AND DEPARTMENT
Year Ended August 31

FUNCTION/Department (with codes)	1974 Expenditures	1975 Expenditures	Percent Change
10 MENTAL HEALTH-MENTAL RETARDATION & CORRECTIONAL (continued)			
678 Austin State School	\$ 8,219,433.34	\$ 10,616,558.58	29.2%
679 Rusk State Hospital	7,819,743.88	9,173,358.59	17.3
681 San Antonio State Hospital	9,057,060.35	10,551,580.00	16.5
682 Terrell State Hospital	9,437,807.69	10,521,540.68	11.5
683 Wichita Falls State Hospital	6,976,305.96	7,855,841.68	12.6
684 Harlingen State Chest Hospital	1,706,435.45	1,894,132.27	11.0
685 Research Institute of Mental Sciences	4,671,981.96	5,319,404.58	13.9
686 Big Spring State Hospital	4,796,437.13	5,936,052.48	23.8
687 Lubbock State School	3,968,687.86	4,803,333.27	21.0
688 Brenham State School	1,690,647.93	3,049,853.88	80.4
689 Giddings State School for Boys	1,273,882.98	2,022,853.02	58.8
690 West Texas Children's Home	1,160,497.62	1,322,745.61	14.0
691 Gatesville State School for Boys	5,135,215.57	4,715,024.94	8.2
692 Gainesville State School for Girls	1,340,692.22	1,785,906.77	33.2
693 Crockett State School for Girls	964,741.86	662,874.44	-
694 Youth Council	2,660,294.27	4,502,203.55	69.2
695 Mountain View School for Boys	1,491,075.93	914,323.68	-
696 Department of Corrections	45,480,219.73	50,122,716.58	10.2
697 Board of Pardons & Paroles	2,342,351.03	2,839,329.86	21.2
TOTAL, MENTAL HEALTH-MENTAL RETARDATION & CORRECTIONAL	225,979,431.94	266,937,602.08	18.1
11 EDUCATIONAL			
301 Governor-Executive	729,236.11	794,900.66	9.0
318 Commission for the Blind	5,607,247.63	6,844,520.88	22.1
405 Department of Public Safety	4,324.31	3,502.00	-
514 Texas Optometry Board	9,940.00	- 0 -	- 100.0
517 Commission on Alcoholism	108,437.00	131,493.00	21.3
701 Texas Education Agency	1,373,151,165.45	1,615,145,599.09	17.6
710 A & M University System Administration	580,884.50	667,584.14	14.9
711 A & M University Main University	43,493,801.36	54,995,809.32	26.5
712 Engineering Experiment Station	2,340,979.13	2,668,559.17	14.0
713 Tarleton State University	3,714,849.15	4,458,592.39	20.0
714 University of Texas at Arlington	15,971,418.24	17,723,852.84	11.0
715 Prairie View A & M University	6,863,649.46	8,369,632.14	21.9
716 Engineering Extension Service	883,470.88	1,011,999.91	14.6
717 Texas Southern University	8,351,963.41	9,699,753.73	16.1
718 Texas Maritime Academy	1,026,172.62	1,351,911.53	31.7
719 Texas State Technical Institute	8,757,377.70	12,125,004.36	38.5
721 University of Texas at Austin	86,851,345.19	97,269,922.98	12.0
722 U of T Medical School at San Antonio	124,949.71	- 0 -	- 100.0
723 U of T Medical Branch at Galveston	29,648,816.58	35,412,205.60	19.4
724 University of Texas at El Paso	12,558,516.02	14,017,173.93	11.6
725 U of T School of Public Health Administration at Houston	5,888.33	- 0 -	- 100.0

SCHEDULE 2 (continued)
EXPENDITURES BY FUNCTION AND DEPARTMENT
Year Ended August 31

FUNCTION/Department (with codes)	1974 Expenditures	1975 Expenditures	Percent Change
11 EDUCATIONAL (continued)			
726 U of T Graduate School of Biomedical Sciences	\$ 111,088.51	\$ - 0 -	- 100.0%
728 U of T Dental School at Houston	18,691.77	- 0 -	- 100.0
729 U of T Health Science Center at Dallas	13,703,236.99	18,280,214.61	33.4
730 University of Houston	35,039,386.88	40,737,797.64	16.3
731 Texas Woman's University	10,151,969.03	13,571,259.75	33.7
732 Texas A & I University at Kingsville	9,759,895.23	10,492,762.68	7.5
733 Texas Technological University	32,141,369.29	37,333,017.14	16.2
734 Lamar University	10,934,605.74	12,743,573.73	16.5
735 Midwestern University	4,348,370.86	4,827,200.27	11.0
736 Pan American University	7,440,981.73	9,039,582.20	21.5
737 Angelo State University	4,486,590.56	5,260,383.99	17.3
738 University of Texas at Dallas	4,228,027.37	5,413,056.28	28.0
739 Texas Tech University School of Medicine	9,918,904.94	13,162,404.42	32.7
740 U of T Dental School at San Antonio	159,466.54	3,212.66	- 98.0
741 U of T Medical School at Houston	4,722,349.29	1,301,306.61	- 72.4
742 U of T of the Permian Basin	3,557,111.07	5,172,324.90	45.4
743 U of T at San Antonio	6,001,681.76	8,188,832.42	36.4
744 U of T Health Science Center at Houston	16,335,717.68	17,640,489.11	8.0
745 U of T Health Science Center at San Antonio	11,267,412.71	14,765,265.61	31.0
746 U of T System School of Nursing	3,446,635.21	4,808,641.16	39.5
750 Texas Eastern University	1,941,046.81	5,877,588.61	202.8
751 East Texas State University	13,272,535.43	15,122,031.73	13.9
752 North Texas State University	22,806,004.53	28,226,042.81	23.8
753 Sam Houston State University	11,578,309.77	12,837,300.11	10.9
754 Southwest Texas State University	12,261,013.46	15,104,154.22	23.2
755 Stephen F. Austin State University	11,459,275.56	13,419,636.88	17.1
756 Sul Ross State University	3,344,439.45	3,653,610.98	9.2
757 West Texas State University	8,404,393.14	9,437,276.04	12.3
758 Board of Regents, Texas State University System	75,430.66	82,665.01	9.6
759 University of Houston at Clear Lake City	2,650,434.19	4,273,832.78	61.3
760 Texas A & I University at Corpus Christi	2,209,043.88	4,658,371.22	110.9
761 Texas A & I University at Laredo	968,104.10	1,195,285.98	23.5
762 Texas A & I University System	187,070.92	211,125.94	12.9
781 Coordinating Board College & University System	70,305,390.52	87,887,087.86	25.0
782 Western Information Network Association	9,723.68	- 0 -	- 100.0
TOTAL, EDUCATIONAL	1,950,030,142.04	2,307,419,353.02	18.3
12 PARKS & MONUMENTS			
802 Parks and Wildlife Department	36,960,555.80	46,102,981.45	24.7
808 Texas Historical Commission	799,655.33	775,539.98	- 3.0
812 U of T Institute of Texan Cultures	22,120.53	175.00	- 99.2
813 Arts and Humanities Commission	176,502.83	228,659.99	29.6
815 Texas Tourist Development Agency	588,442.03	726,289.10	23.4

SCHEDULE 2 (continued)
EXPENDITURES BY FUNCTION AND DEPARTMENT
 Year Ended August 31

FUNCTION/Department (with codes)	1974 Expenditures	1975 Expenditures	Percent Change
12 PARKS & MONUMENTS (continued)			
816 Admiral Nimitz Museum	\$ 103,933.48	\$ 123,852.63	19.2%
TOTAL, PARKS & MONUMENTS	38,651,210.00	47,957,498.15	24.1
13 PUBLIC WELFARE			
304 Comptroller of Public Accounts	70,640.00	68,380.00	-
322 Employment Commission	48,093,605.98	52,748,481.90	9.7
324 Department of Public Welfare	722,371,192.33	801,838,627.65	11.0
325 Firemen's Pension Commission	36,451.75	39,103.86	7.3
330 Rehabilitation Commission	27,212,485.80	31,077,749.95	14.2
TOTAL, PUBLIC WELFARE	797,784,375.86	885,772,343.36	11.0
14 PAYMENT OF PUBLIC DEBT			
328 Veterans' Land Board	21,291,730.00	21,196,757.50	-
580 Water Development Board	14,143,298.75	14,236,447.75	0.7
711 A & M University Main University	4,747,331.25	5,289,162.50	11.4
714 University of Texas at Arlington	2,149,338.34	2,289,097.50	6.5
717 Texas Southern University	503,968.34	552,110.00	9.6
721 University of Texas at Austin	9,172,281.25	14,888,916.25	62.3
730 University of Houston	2,615,979.77	2,910,550.00	11.3
731 Texas Woman's University	419,622.95	457,845.00	9.1
732 Texas A & I University	679,083.63	746,250.00	9.9
733 Texas Technological University	2,163,519.15	2,368,010.00	9.5
734 Lamar University	1,458,478.15	1,604,190.00	10.0
735 Midwestern University	449,956.87	493,335.00	9.6
736 Pan American University	504,731.77	552,665.00	9.5
751 East Texas State University	719,990.22	787,480.00	9.4
752 North Texas State University	1,883,118.79	2,062,475.00	9.5
755 Stephen F. Austin State University	1,031,504.31	1,095,017.50	6.2
757 West Texas State University	564,517.32	622,700.00	10.3
758 Board of Regents, Texas State University System	2,606,940.03	2,786,915.00	6.9
781 Coordinating Board College & University System	10,537,977.50	11,761,640.00	11.6
802 Parks and Wildlife Department	1,466,275.00	1,483,550.00	1.2
TOTAL, PAYMENT OF PUBLIC DEBT	79,109,643.39	88,185,114.00	11.5
15 EMPLOYEES' RETIREMENT			
327 Employees' Retirement System	39,654,963.67	67,497,222.63	70.2
TOTAL, EMPLOYEES' RETIREMENT	39,654,963.67	67,497,222.63	70.2

SCHEDULE 2 (continued)
EXPENDITURES BY FUNCTION AND DEPARTMENT
Year Ended August 31

FUNCTION/Department (with codes)		1974 Expenditures	1975 Expenditures	Percent Change
16	O.A.S.I.			
324	Department of Public Welfare	\$ 54,489,757.11	\$ 66,744,570.73	22.5%
	TOTAL, O.A.S.I.	54,489,757.11	66,744,570.73	22.5
17	GRANTS			
301	Governor-Executive	45,453,679.57	48,887,632.30	7.6
304	Comptroller of Public Accounts	7,885,324.56	9,388,184.15	19.1
306	Library and Historical Commission	905,897.00	3,581,231.20	295.3
316	Board of County & District Road Indebtedness	7,300,000.00	7,300,000.00	0.0
318	Commission for the Blind	4,016,737.06	5,823,191.78	45.0
324	Department of Public Welfare	- 0 -	184,761.93	
325	Firemen's Pension Commission	300,000.00	288,417.94	- 3.9
327	Employees' Retirement System	1,812,970.67	1,920,943.94	6.0
330	Rehabilitation Commission	26,855,167.84	31,060,311.88	15.7
332	Community Affairs	10,526,064.48	33,483,399.54	218.1
405	Department of Public Safety	2,501,216.59	2,384,615.94	- 4.7
407	Law Enforcement Officer Standards & Education	1,754.00	- 0 -	- 100.0
461	Aeronautics Commission	257,340.95	707,183.29	174.8
501	Department of Health Resources	7,627,973.77	18,189,633.52	138.5
517	Commission on Alcoholism	1,645,836.69	2,675,957.02	62.6
518	Water Quality Board	528,333.67	914,277.26	73.1
519	Air Control Board	1,045.25	864.00	- 17.3
554	Texas Animal Health Commission	125.00	7,300.00	5740.0
651	Corsicana State Home	381.50	- 0 -	- 100.0
652	Waco State Home	583.05	234.85	- 59.7
654	Brownwood State School for Girls	193.00	- 0 -	- 100.0
655	Department of Mental Health & Mental Retardation	12,564,536.50	16,430,770.33	30.8
657	Amarillo State Center for Human Development	65.50	- 0 -	- 100.0
659	Rio Grande State Center MHMR	24.00	78.00	225.0
660	Denton State School	1,613.05	1,508.15	- 6.5
662	Dallas State Mental Health Clinic	200,026.00	296,534.00	48.3
663	Commission for Indian Affairs	1,040.10	460.00	- 55.8
664	Fort Worth State Mental Health Clinic	170,406.00	233,004.84	36.7
668	Richmond State School	2,806.15	1,705.39	- 39.2
669	Lufkin State School	13,614.51	590.30	- 95.7
670	Corpus Christi State School	268.00	613.01	128.7
671	San Angelo Center	2,731.91	842.70	- 69.2
672	Mexia State School	510.42	279.00	- 45.3
674	Kerrville State Hospital	41.73	98.90	137.0
675	Travis State School	2,921.95	6,647.40	127.5
676	Abilene State School	14,013.72	11,575.96	- 17.4
677	Austin State Hospital	3,463.15	3,105.75	- 10.3
678	Austin State School	3,475.30	3,633.90	4.6
679	Rusk State Hospital	927.40	375.28	- 59.5

SCHEDULE 2 (continued)
EXPENDITURES BY FUNCTION AND DEPARTMENT
Year Ended August 31

FUNCTION/Department (with codes)	1974 Expenditures	1975 Expenditures	Percent Change
17 GRANTS (continued)			
681 San Antonio State Hospital	\$ 957.92	\$ 1,517.47	58.4%
682 Terrell State Hospital	61.25	290.50	374.3
683 Wichita Falls State Hospital	116.81	203.45	76.7
684 Harlingen State Chest Hospital	242.00	12.50	- 94.8
686 Big Spring State Hospital	118.98	551.19	363.3
688 Brenham State School	- 0 -	55.00	
689 Giddings State School for Boys	307.77	362.00	17.6
690 West Texas Children's Home	410.72	- 0 -	- 100.0
691 Gatesville State School for Boys	7,549.34	2,011.05	- 73.4
692 Gainesville State School for Girls	2,787.37	1,305.14	- 53.2
693 Crockett State School for Girls	310.00	39.50	- 87.3
695 Mountain View School for Boys	1,310.00	484.90	- 63.0
696 Department of Corrections	781,642.47	793,746.59	1.6
701 Texas Education Agency	542,481.94	2,110,233.89	289.0
711 A & M University Main University	81,987.38	8,333.40	- 89.8
713 Tarleton State University	2,475.00	4,775.00	92.9
714 University of Texas at Arlington	7,200.00	7,650.00	6.3
715 Prairie View A & M University	202,880.46	192,120.00	- 5.3
717 Texas Southern University	- 0 -	47,389.00	
721 University of Texas at Austin	- 0 -	365,837.66	
723 U of T Medical Branch at Galveston	- 0 -	62.54	
731 Texas Woman's University	50,150.00	52,283.00	4.3
732 Texas A & I University at Kingsville	280.00	7,470.00	2567.9
733 Texas Technological University	5,000.00	6,014.00	20.3
737 Angelo State University	- 0 -	2,988.80	
739 Texas Tech University School of Medicine	6,000.00	- 0 -	- 100.0
746 U of T System School of Nursing	19,949.50	17,026.50	- 14.7
751 East Texas State University	2,500.00	2,990.00	19.6
752 North Texas State University	23,349.50	36,400.00	55.9
753 Sam Houston State University	3,200.00	2,340.00	- 26.9
757 West Texas State University	21,525.98	65,041.75	202.2
781 Coordinating Board College & University System	5,005,030.34	8,639,097.00	72.6
802 Parks and Wildlife Department	4,432,219.20	3,794,791.74	- 14.4
902 Miscellaneous	162,335.74	1,301,753.51	701.9
TOTAL, GRANTS	141,967,489.71	201,255,140.53	41.8
18 STATE COST TEACHER RETIREMENT			
304 Comptroller of Public Accounts	143,147,250.24	151,250,723.30	5.7
323 Teachers' Retirement System	- 0 -	102,000,000.00	
TOTAL, STATE COST TEACHER RETIREMENT	143,147,250.24	253,250,723.30	76.9
19 MISCELLANEOUS			
302 Attorney General	- 0 -	5,762.74	

SCHEDULE 2 (continued)
EXPENDITURES BY FUNCTION AND DEPARTMENT
Year Ended August 31

FUNCTION/Department (with codes)	1974 Expenditures	1975 Expenditures	Percent Change
19 MISCELLANEOUS (continued)			
304 Comptroller of Public Accounts	\$ 107,682.55	\$ 122,790.09	14.0%
316 Board of County & District Road Indebtedness	1,009.65	1,146.10	13.5
322 Employment Commission	1,298,064.71	2,316,650.38	78.5
405 Department of Public Safety	2,387,904.96	3,317,952.47	39.0
902 Miscellaneous	1,170,426.18	3,399.13	-
906 American Revolution Bicentennial Commission	<u>107,028.72</u>	<u>121,567.90</u>	<u>13.6</u>
TOTAL, MISCELLANEOUS	5,072,116.77	5,889,268.81	16.1
TOTAL EXPENDITURES	4,426,663,248.99	5,377,326,615.23	21.5
99 INTERFUND TRANSFERS (See Schedule 3 for detail)	2,673,101,457.67	2,857,576,232.90	6.9
GRAND TOTAL, EXPENDITURES AND TRANSFERS	7,099,764,706.66	8,234,902,848.13	16.0

SCHEDULE 3
NET EXPENDITURES BY OBJECT
Year Ended August 31

	1974 Expenditures	1975 Expenditures	Percent Change
PERSONAL SERVICES:			
01 Salaries and Wages	\$ 1,083,097,830.62	\$ 1,283,583,831.15	18.5%
02 Professional Services and Fees	18,294,131.75	25,899,522.83	41.5
03 Employees Maintenance	99,742.91	107,201.76	7.4
04 Judicial Fees and Court Costs (Comptroller's Judiciary Section Only)	1,205,485.50	1,211,872.15	0.5
05 Employees' Retirement Matching	39,654,963.67	67,497,222.63	70.2
06 Teachers' Retirement Matching	143,147,250.24	253,250,723.30	76.9
07 O.A.S.I. Matching	54,507,348.91	66,744,570.73	22.4
08 State Contribution Employee Insurance	14,421,579.29	17,303,127.00	19.9
09 Unemployment Compensation Benefits	1,298,064.71	2,316,650.38	78.4
TOTAL PERSONAL SERVICES	<u>1,355,726,397.60</u>	<u>1,717,914,721.93</u>	<u>26.7</u>
CONSUMABLE SUPPLIES AND MATERIALS:			
10 Printing and Office Supplies	6,587,302.48	7,524,692.87	14.2
11 Gasoline, Oil, Lubricants, Wash and Grease	4,071,084.79	4,813,458.57	18.2
12 Food for Persons	10,588,976.72	11,069,370.34	4.5
13 Clothing and Dry Goods for Persons	1,096,429.81	1,550,700.02	41.4
14 Feed for Animals, Seed and Small Plants	1,492,612.13	1,542,395.18	3.3
15 Drugs and Chemicals for Medical and Laboratory	4,980,354.99	5,145,330.57	3.3
16 Other Supplies and Materials (Except Highway Department)	37,828,105.21	39,430,249.19	4.2
17 Other Supplies, Materials and Operation Costs (Highway Department Only)	75,433,347.12	110,246,104.29	46.1
TOTAL CONSUMABLE SUPPLIES AND MATERIALS	<u>142,078,213.25</u>	<u>181,322,301.03</u>	<u>27.6</u>
CURRENT AND RECURRING OPERATING EXPENSE:			
20 Postage	7,482,468.08	10,836,251.80	44.8
21 Utilities, Telephone and Telegraph	42,172,465.26	61,059,463.90	44.7
22 Transportation of Things	1,039,682.97	946,030.21	- 9.0
23 Repairs to Buildings Contract (Written or Oral)	1,570,320.49	1,206,807.19	- 23.1
24 Repairs Other Contract	2,138,466.86	2,724,336.98	27.3
25 Travel Expense	23,380,410.39	29,125,644.74	24.5
26 Rentals	24,706,807.29	27,797,591.17	12.5
27 Workmen's Compensation Transfers	808,054.65	1,176,190.38	45.5
28 Other Operating Expense	75,570,369.93	117,902,377.25	56.0
29 Telecommunication - Tex-An	393,450.39	3,572,802.86	808.0
TOTAL CURRENT OR RECURRING OPERATING EXPENSE	<u>179,262,496.31</u>	<u>256,347,496.48</u>	<u>43.0</u>

SCHEDULE 3 (continued)
NET EXPENDITURES BY OBJECT
Year Ended August 31

		1974 Expenditures	1975 Expenditures	Percent Change
ASSISTANCE AND PENSIONS:				
30	Old Age Assistance	\$ 37,127,439.14	\$ (1,152.00)	
32	Blind Assistance	1,263,429.19	(1,037.00)	
34	Children's Assistance	160,546,168.01	148,753,882.81	-
35	Medical Care Other	227,265,371.20	273,805,639.14	7.3%
36	Disabled Assistance	9,308,046.23	253.00	-
37	Medical Care Hospital	165,266,987.60	174,071,494.90	5.3
38	Confederate Pensions	7,200.00	6,300.00	12.5
39	Ranger Pensions	63,440.00	62,080.00	-
	TOTAL ASSISTANCE AND PENSIONS	600,848,081.37	596,697,460.85	- 0.6
GRANTS:				
40	School Apportionment	1,056,359,081.34	1,185,852,126.60	12.2
41	Grants Elementary and Secondary Schools	221,991,345.54	318,270,795.59	43.3
42	Grants Junior Colleges	104,350,190.15	128,729,507.34	23.3
43	Grants Senior Colleges and Universities	16,892,253.06	23,249,565.06	37.6
44	Grant-In-Aid Various	44,490,615.07	74,263,662.08	66.9
45	Grants to Counties	30,226,573.99	31,941,534.61	5.6
46	Grants to Cities	20,574,354.04	26,023,512.46	26.4
47	Grants to Other Political Sub-Divisions	128,437.72	17,000.00	-
48	Grants to Others	47,548,889.57	69,009,431.38	86.7
	TOTAL GRANTS	1,542,561,740.48	1,857,357,135.12	20.4
PAYMENTS OF INDEBTEDNESS AND INTEREST:				
50	Principal on State Bonds	41,335,000.00	45,090,000.00	9.0
51	Principal on Other Indebtedness	1,009.65	1,146.10	13.5
55	Interest on State Bonds	37,774,643.39	43,095,114.00	14.0
58	Claims Workmen's Compensation	- 0 -	5,762.74	
59	Miscellaneous Claims	164,156.29	122,846.02	-
	TOTAL PAYMENT OF INDEBTEDNESS AND INTEREST	79,274,809.33	88,314,868.86	11.4
CAPITAL OUTLAY:				
60	Equipment and Furniture Inventory (Controlled by the Comptroller)	31,451,584.61	36,118,562.26	14.8
61	Other Equipment and Furniture	2,104,477.29	71,257.50	-
62	Library Books	11,808,638.31	9,758,881.61	-
63	Textbooks	23,877,363.33	22,646,800.99	-
64	Livestock and Poultry	55,753.02	55,171.42	-

(Deduction)

SCHEDULE 3 (continued)
NET EXPENDITURES BY OBJECT
Year Ended August 31

	1974 Expenditures	1975 Expenditures	Percent Change
CAPITAL OUTLAY (continued):			
65 Highway Department Construction, Improvements & Right of Way Purchases	\$ 396,723,229.60	\$ 528,857,367.75	33.3%
66 Land Purchased	8,199,731.36	8,657,534.22	5.5
67 Land Improvements	6,116,913.92	8,041,535.69	31.4
68 Buildings Purchased, Constructed and Remodeled	<u>46,573,819.21</u>	<u>65,165,519.52</u>	<u>39.9</u>
TOTAL CAPITAL OUTLAY	526,911,510.65	679,372,630.96	28.9
 TOTAL EXPENDITURES	 4,426,663,248.99	 5,377,326,615.23	 21.5
INTERFUND TRANSFERS:			
71 Purchase of State Bonds	350,000.00	712,000.00	103.4
72 Purchase of U.S. Government Securities	666,521,000.00	535,197,000.00	-
74 Purchase of Notes and Other Evidence of Indebtedness	30,015,966.91	42,638,300.12	42.0
75 Purchase of Corporate Bonds	168,772,970.00	204,816,822.92	21.3
76 Purchase of Corporate Stock	68,702,778.77	73,465,050.77	6.9
77 Loans to Political Sub-Divisions	10,693,740.00	31,754,740.00	196.9
78 Petty Cash Advances	85,249.00	154,450.00	81.1
79 Purchase of Water Rights	595,763.77	3,091,381.04	418.8
80 Accrued Interest on Investments	2,567,370.31	2,320,859.35	-
83 Discounts on Investments	(6,283,433.52)	1,518,586.38	9.6
85 Premiums on Investments	(88,557.16)	606,459.51	
90 Allocations Fund 120	1,052,281,486.06	1,214,248,807.06	15.3
92 Land Purchased for Resale	23,517,049.44	30,075,935.86	27.8
93 Miscellaneous Non-Governmental Expenditures	30,745,288.23	25,825,462.57	-
95 Departmental Transfers	48,154,610.67	85,558,960.65	77.6
96 Operating Fund Transfers	80,501,559.01	84,071,621.76	4.4
97 Merchandise Purchased for Resale	1,141,636.19	1,178,495.44	3.2
98 Allocations Fund 60	390,110,403.36	394,951,782.31	1.2
99 Departmental Transfers-Appropriation	1,496,495.83	11,698,156.03	681.7
101 Loans to College Students	18,886,428.83	20,998,072.19	11.1
102 Board of Control Resale Stores	401,510.93	518,655.82	29.1
164 Advance for S.B. 1	- 0 -	11,430,474.37	
199 Refunds of Revenue	15,179,404.71	19,284,518.16	27.0
221 Departmental Transfers-Centrex Phone	1,857,519.03	1,588,681.63	-
229 Departmental Transfers-Tex-An Phone	598,983.41	3,750,975.48	526.2
999 Refund of Expenditures	<u>66,296,233.89</u>	<u>56,119,983.48</u>	<u>15.3</u>
TOTAL INTERFUND TRANSFERS	2,673,101,457.67	2,857,576,232.90	6.9
 TOTAL EXPENDITURES AND INTERFUND TRANSFERS	 7,099,764,706.66	 8,234,902,848.13	 16.0

(Deduction)

SCHEDULE 4
 COMPARISON OF MAJOR FUNDS TRANSACTIONS
 Year Ended August 31, 1975
 (in thousands)

	General Revenue Fund 001	Available School Fund 002	Highway Motor Fuel Fund 060	Omnibus Tax Clearance Fund 120	Federal Revenue Sharing Fund 448	Major Funds Total	All Funds	Major Funds as a Percent of Total
Beginning Cash Balance, September 1, 1974	\$ 533,249	\$ 44,092	\$ 26,810	\$ 30,772	\$ 16,109	\$ 651,032	\$1,261,663	51.6%
Tax Collections	1,499,338	13,794	395,220	1,373,880		3,282,232	3,369,991	97.4
Licenses and Fees	21,598	7				21,605	315,468	6.8
Interest Income	48,862	60,287			2,016	111,165	213,003	52.2
Federal Funding	4,651				97,973	102,624	1,523,576	6.7
Land Income: Rents, Royalties, Sales	3,291	261			52	3,604	183,250	2.0
Other Revenue Sources	24,232	377	7		8	24,624	69,338	37.5
Total Net Revenues	1,601,972	74,726	395,227	1,373,880	100,049	3,545,854	5,674,626	62.5
Interfund Transfers and Investment Transactions	391,797	366,957	8,954	419	262,912	1,031,039	2,752,647	37.4
Total Revenues & Transfers In	1,993,769	441,683	404,181	1,374,299	362,961	4,576,893	8,427,273	54.3
Expenditures and Transfers Out:								
Personal Services	854,453			151,251	121,376	1,127,080	1,717,915	65.6
Consumable Supplies & Materials	40,593				201	40,794	181,322	22.5
Current & Recurring Operating Expense	94,407				2,047	96,454	256,348	37.6
Assistance to Needy & Pensions						- 0 -	596,698	- 0 -
Grants	636,056	459,593			6,521	1,102,170	1,857,357	59.3
Payment of Indebtedness & Interest	129					129	88,315	0.1
Capital Outlay	42,709				19,899	62,608	679,373	9.2
Total Net Expenditures	1,668,347	459,593		151,251	150,044	2,429,235	5,377,328	45.2
Interfund Transfers and Investment Transactions	83,165	382	403,906	1,214,667	220,726	1,922,846	2,857,575	67.3
Total Expenditures & Transfers Out	1,751,512	459,975	403,906	1,365,918	370,770	4,352,081	8,234,903	52.8
Ending Cash Balance, August 31, 1975	775,506	25,800	27,085	39,153	8,300	875,844	1,454,033	60.2

**SCHEDULE 5
CASH BALANCES, REVENUES AND EXPENDITURES
BY GROUP AND FUND**

	Net Cash Balance 9-1-74	Revenues*	Expenditures*	Net Cash Balance 8-31-75
GROUP 1: GENERAL STATE OPERATING AND DISBURSING FUNDS				
1	\$ 533,249,004.74	\$ 1,993,768,323.86	\$ 1,751,511,682.33	\$ 775,505,646.27
9	6,347,431.07	17,978,570.23	16,642,419.66	7,683,581.64
10	423,507.83	407,330.76	350,000.00	480,838.59
12	196,643.50	- 0 -	116,341.78	80,301.72
13	5,650,842.66	3,019,128.70	3,360,000.00	5,309,971.36
14	1,324,901.20	1,556,675.14	1,500,000.00	1,381,576.34
19	47,032.85	621,341.99	623,229.66	45,145.18
20	4,184.58	111,601.48	110,729.27	5,056.79
23	771,372.49	1,238,068.76	1,185,851.94	823,589.31
24	7,690.98	76,609.95	60,099.38	24,201.55
29	3,568,621.69	8,369,664.36	7,943,623.39	3,994,662.66
30	421,269.27	2,747,242.04	2,218,121.17	950,390.14
31	19,187,927.19	13,553,531.60	15,506,102.64	17,235,356.15
32	13,699.57	3,834.98	- 0 -	17,534.55
33	764.36	5,812.35	6,462.92	113.79
34	58,813.32	62,270.00	50,703.77	70,379.55
35	33,901.57	85,580.16	74,380.21	45,101.52
36	839,874.03	9,052,552.06	9,266,393.54	626,032.55
38	238,905.54	113,363,894.42	109,622,395.30	3,980,404.66
39	5,090,566.27	40,765,629.97	35,033,291.20	10,822,905.04
40	268,418.19	41,020.00	261,110.61	48,327.58
41	489,459.06	1,034,096.39	655,860.90	867,694.55
52	196,684.01	356,614.14	463,067.96	90,230.19
54	113,754.14	1,281,242.29	1,247,000.00	147,996.43
55	131,165.87	230,573.94	283,949.96	77,789.85
56	167,624.85	337,771.75	353,302.75	152,093.85
58	47,171.29	667,883.30	690,498.10	24,556.49
59	4,044,295.38	4,001,226.69	4,706,027.72	3,339,494.35
61	380,175.04	60,233,286.30	58,939,322.71	1,674,138.63
62	9,091,186.91	15,543,433.08	20,656,771.19	3,977,848.80
63	97,886.59	(97,805.34)	81.25	- 0 -
64	652,199.70	1,253,283.90	1,279,685.43	625,798.17
65	472,681.05	466,540.55	514,410.73	424,810.87
67	44,665.54	4,597.79	2,654.01	46,609.32
69	81,711.71	61,967.50	41,703.26	101,975.95
70	16,823.84	61,560.61	61,838.78	16,545.67
71	1,918,546.00	1,240,049.40	- 0 -	3,158,595.40
72	144,221.97	1,450,899.37	1,345,530.77	249,590.57
75	12,990.99	34,222.50	33,610.60	13,602.89
76	17,707.37	45,671.02	39,524.32	23,854.07
80	223,352.80	135,455.23	201,818.21	156,989.82

(Deduction)

*Includes Interfund Transfers

SCHEDULE 5 (continued)
CASH BALANCES, REVENUES AND EXPENDITURES
BY GROUP AND FUND

		Net Cash Balance 9-1-74	Revenues*	Expenditures*	Net Cash Balance 8-31-75
GROUP 1: GENERAL STATE OPERATING AND DISBURSING FUNDS (continued)					
81	Public Safety Building Fund	\$ 2,811,807.21	\$ 3,252,524.29	\$ 2,253,874.65	\$ 3,810,456.85
82	Texas Mobile Homes Standards Fund	36,839.27	221,675.26	211,656.86	46,857.67
83	Donated Commodity Distribution Fund	29,737.75	23,497.11	42,798.75	10,436.11
85	Insurance Agents License Fund	107,878.16	744,852.19	829,000.00	23,730.35
86	Dental Registration Fund	209,107.48	326,927.96	262,124.52	273,910.92
87	Hearing Aids Fund	41,739.97	36,921.25	39,900.91	38,760.31
89	Youth Development Fund	579.06	- 0 -	- 0 -	579.06
93	Managing General Agent's Fund	5,959.39	15,590.00	15,000.00	6,549.39
94	Workmen's Compensation Fund	687,763.18	2,525,176.33	2,534,723.46	678,216.05
95	A & M University Mineral Investment Fund	11,104.14	875,277.58	884,851.74	1,529.98
96	A & M University Mineral Income Fund	19,183.46	248,219.21	255,078.72	12,323.95
97	Liquor Act Enforcement Fund	790,368.18	9,947,615.21	8,776,256.25	1,961,727.14
99	Operators & Chauffeurs License Fund	5,515,350.32	9,284,972.89	9,119,567.39	5,680,755.82
100	Treasury Fiscal Agency Fund	13,181.97	9,182.08	17,756.66	4,607.39
102	Air Control Board Fund	345,500.90	2,324,011.31	2,538,564.59	130,947.62
103	Credit Insurance Fund	422,555.18	118,000.00	95,000.00	445,555.18
109	Architects Registration Fund	106,145.48	123,960.00	99,215.83	130,889.65
110	Fire Extinguisher Fund	65,613.56	55,544.00	60,000.00	61,157.56
112	Central Education Agency	726,536.11	15,737,857.96	15,955,951.83	508,442.24
113	Mutual Assessment Fund	114.56	1,617.00	1,700.00	31.56
114	Real Estate License Fund	469,970.20	732,377.42	828,597.45	373,750.17
115	Insurance Fee Fund	1,635,391.21	1,222,908.63	1,460,000.00	1,398,299.84
119	Fire Works License Fund	11,475.58	29,383.42	40,800.00	59.00
122	Children Assistance Fund	- 0 -	48,829,077.00	48,829,077.00	- 0 -
123	Water Development Board Planning Fund	69,905.20	200,918.55	152,980.28	117,843.47
124	Local Recording Agents and Solicitors License Fund	244,730.57	383,500.31	300,000.00	328,230.88
126	Industrial Commission Fund	27,064.79	208,874.45	227,884.06	8,055.18
129	Hospital Licensing Fund	38,667.76	56,480.00	88,640.33	6,507.43
137	Nursing Home Administration Fund	203,469.25	18,865.00	89,593.30	132,740.95
140	Chiropractic Examiners Fund	5,050.27	33,395.00	34,129.27	4,316.00
150	Aircraft Fuel Tax Fund	670,393.82	551,503.15	838,842.23	383,054.74
152	Escheat Expense & Reimbursement Fund	100,441.84	80,618.84	81,076.29	99,984.39
153	Water Quality Fund	1,909,574.56	2,100,487.82	2,457,617.24	1,552,445.14
154	Texas A & I University at Kingsville Special Mineral Fund	23,154.67	1,732.54	21,663.74	3,223.47
155	Railroad Commission Operating Fund	580,489.35	10,194,739.47	6,255,343.24	4,519,885.58
156	Industrial Revolving Fund	243,643.39	12,188,398.36	11,312,795.27	1,119,246.48
157	Alabama-Coushatta Mineral Fund	4.22	- 0 -	- 0 -	4.22
158	Water Rights Administration Fund	83,341.26	202,065.41	166,618.46	118,788.21
161	Casualty Insurance Fund	284,638.34	486,286.48	370,000.00	400,924.82
162	Title Insurance Fund	12,911.14	118,868.26	80,000.00	51,779.40

*Includes Interfund Transfers

SCHEDULE 5 (continued)
CASH BALANCES, REVENUES AND EXPENDITURES
BY GROUP AND FUND

	Net Cash Balance 9-1-74	Revenues*	Expenditures*	Net Cash Balance 8-31-75
GROUP 1: GENERAL STATE OPERATING AND DISBURSING FUNDS (continued)				
163 Special Medical Assistance Fund	\$ - 0 -	\$ 20,765,257.09	\$ - 0 -	\$ 20,765,257.09
164 Conservators Expense Fund	25,254.73	40,043.59	39,424.08	25,874.24
165 Unemployment Compensation Special Administration Fund	3,137,057.13	1,811,189.70	486,106.85	4,462,139.98
166 Welfare Administration Operating Fund	16,356,356.71	189,472,399.89	197,495,304.28	8,333,452.32
167 Welfare Assistance Operating Fund	57,098.15	145,717,466.85	145,774,565.00	- 0 -
168 Welfare Assistance Fund	5,839,282.55	488,315,055.83	491,051,288.73	3,103,049.65
180 Burial Association Rate Fund	16,106.12	2,187.16	3,000.00	15,293.28
193 Foundation School Fund	519,342.45	355,818,787.95	355,805,174.33	532,956.07
220 Basic Science Examination Fund	76,055.56	75,333.57	78,149.51	73,239.62
225 University of Houston Current Fund	1,075,602.99	5,410,566.48	5,381,679.51	1,104,489.96
226 Pan American University Current Fund	375,122.30	1,380,369.50	1,370,606.41	384,885.39
227 Angelo State University Current Fund	293,724.66	772,139.79	858,948.60	206,915.85
228 Texas Eastern University Current Fund	71,227.28	107,202.41	29,174.97	149,254.72
229 University of Houston at Clear Lake City Current Fund	- 0 -	3,053.25	- 0 -	3,053.25
230 Texas A & I University at Corpus Christi Current Fund	103,379.80	222,581.53	150,818.00	175,143.33
231 Texas A & I University at Laredo Current Fund	207,130.69	132,544.35	152,887.08	186,787.96
237 Texas State Technical Institute Fund	919,521.29	2,041,797.16	2,014,704.78	946,613.67
238 UT at Dallas Current Fund	277.26	- 0 -	116.79	160.47
240 A & M Experiment Station Current Fund	395,130.31	- 0 -	167,845.11	227,285.20
242 A & M University Current Fund	697,115.64	3,634,373.04	4,324,136.33	7,352.35
243 Tarleton State University Current Fund	462,047.97	624,401.69	764,028.36	322,421.30
244 UT at Arlington Current Fund	813,307.93	122,684.43	717,699.14	218,293.22
245 Prairie View A & M University Current Fund	679,388.65	722,965.53	681,111.97	721,242.21
247 Texas Southern University Current Fund	631,944.85	1,640,748.69	1,876,560.79	396,132.75
248 University of Texas at Austin Current Fund	145,568.06	1,527,734.18	1,614,472.66	58,829.58
249 UT at San Antonio Current Fund	5,966.00	1,692.00	- 0 -	7,658.00
250 UT at El Paso Current Fund	187,550.27	101,199.38	70,322.99	218,426.66
251 UT of the Permian Basin Current Fund	2,310.00	3,630.00	98.16	5,841.84
253 Texas Woman's University Current Fund	1,535,915.24	2,055,919.43	2,561,953.45	1,029,881.22
254 Texas A & I University at Kingsville Current Fund	1,219,276.25	1,423,052.08	1,577,652.80	1,064,675.53
255 Texas Technological University Current Fund	2,983,224.65	3,063,811.30	4,626,722.21	1,420,313.74
256 Lamar University Current Fund	1,341,613.57	2,127,050.73	2,372,991.33	1,095,672.97
257 East Texas State University Current Fund	2,087,429.65	2,102,327.60	2,221,367.37	1,968,389.88
258 North Texas State University Current Fund	99,000.53	5,432,659.89	5,381,694.85	149,965.57
259 Sam Houston State University Current Fund	1,557,142.03	1,677,769.29	1,546,465.43	1,688,445.89
260 Southwest Texas State University Current Fund	1,162,806.51	2,200,666.65	2,376,891.50	986,581.66
261 Stephen F. Austin State University Current Fund	258,895.13	2,076,530.48	2,096,921.33	238,504.28
262 Sul Ross State University Current Fund	289,703.90	593,386.22	598,730.48	284,359.64
263 West Texas State University Current Fund	1,270,378.44	2,137,163.95	2,767,016.06	640,526.33
264 Midwestern University Current Fund	688,090.52	757,403.20	936,726.68	508,767.04

*Includes Interfund Transfers

SCHEDULE 5 (continued)
CASH BALANCES, REVENUES AND EXPENDITURES
BY GROUP AND FUND

	Net Cash Balance 9-1-74	Revenues*	Expenditures*	Net Cash Balance 8-31-75
GROUP 1: GENERAL STATE OPERATING AND DISBURSING FUNDS (continued)				
265 National Guard Armory Board Mineral Fund	\$ 435.46	\$ - 0 -	\$ 435.46	\$ - 0 -
266 Vocational Nurse Examiners Fund	188,859.22	231,989.17	226,035.06	194,813.33
267 Parks Board Mineral Fund	8,635.14	14,798.50	8,000.00	15,433.64
268 Hospitals & Special Schools Mineral Fund	65,558.86	10,685.33	- 0 -	76,244.19
272 Board of Corrections Mineral Fund	1,415,064.43	623,893.06	99,357.76	1,939,599.73
274 Motor Vehicle Inspection Fund	3,216,029.67	6,834,560.65	5,790,805.97	4,259,784.35
275 Texas Maritime Academy Current Fund	236,413.35	140,519.38	218,256.07	158,676.66
412 Midwestern University Special Mineral Fund	4,433.72	(3,592.82)	- 0 -	840.90
419 Property Tax Committee Fund	361,720.54	137,672.93	471,651.55	27,741.92
420 Parks & Wildlife Operating Fund	1,445,826.09	11,583,039.97	11,714,695.99	1,314,170.07
421 Criminal Justice Planning Fund	12,090,181.11	47,906,962.46	46,948,481.56	13,048,662.01
423 Law Library Fund	976.08	- 0 -	975.83	.25
424 Structural Pest Control Fund	118,888.02	165,488.97	178,523.52	105,853.47
425 Rural Industrial Development Fund	1,397.66	10,622.30	- 0 -	12,019.96
450 Coastal Public Lands Management Fee Fund	26,010.00	48,069.00	19,997.05	54,081.95
451 Public Transportation Fund	- 0 -	1,028,087.74	1,618.20	1,026,469.54
TOTALS FOR GROUP 1	681,417,834.88	3,733,533,097.46	3,470,240,469.68	944,710,462.66
GROUP 2: CONSTITUTIONAL FUNDS EXPENDABLE FOR SPECIFIC PURPOSES				
2 Available School Fund	44,091,484.14	441,683,117.78	459,974,985.84	25,799,616.08
3 State Textbook Fund	6,545,789.19	22,427,549.08	23,931,212.08	5,042,126.19
5 Confederate Pension Fund	3,698,480.76	335,010.26	68,380.00	3,965,111.02
6 State Highway Fund	243,859,673.56	799,559,929.76	908,420,110.49	134,999,492.83
7 State Building Fund	2,423,554.60	5,567,859.34	7,343,649.15	647,764.79
11 Available University Fund	14,770,374.46	14,025,535.66	16,344,944.19	12,450,965.93
15 Available Lunatic Asylum Fund	- 0 -	110.26	110.26	- 0 -
16 Available Deaf & Dumb Institute Fund	- 0 -	181.76	181.76	- 0 -
18 Available Orphans Home Fund	- 0 -	503.54	503.54	- 0 -
47 A & M University Available Fund	15,110,162.07	10,899,477.97	11,996,459.56	14,013,180.48
57 County & Road District Highway Fund	7,650,867.23	17,615,855.39	17,524,036.53	7,742,686.09
190 Veterans Land Bond Fund	10,858.07	4,248,699.64	4,255,987.77	3,569.94
194 Tarleton State University Building Fund	248.29	217.53	- 0 -	465.82
195 UT at Arlington Building Fund	261.62	220.05	263.09	218.58
196 Texas Woman's University Building Fund	491.10	413.81	491.10	413.81
197 Texas A & I University Building Fund	202.33	169.08	202.33	169.08
198 UT at El Paso Building Fund	2,518.26	229.58	2,562.05	185.79
199 Texas Tech University Building Fund	697.78	582.13	697.78	582.13
200 East Texas University Building Fund	349.19	287.52	349.70	287.01
201 North Texas State University Building Fund	537.13	444.50	537.13	444.50

(Deduction)

*Includes Interfund Transfers

SCHEDULE 5 (continued)
CASH BALANCES, REVENUES AND EXPENDITURES
BY GROUP AND FUND

	Net Cash Balance 9-1-74	Revenues*	Expenditures*	Net Cash Balance 8-31-75
GROUP 2: CONSTITUTIONAL FUNDS EXPENDABLE FOR SPECIFIC PURPOSES (continued)				
202 Sam Houston State University Building Fund	\$ 8,841.67	\$ 688.35	\$ - 0 -	\$ 9,530.02
203 Southwest Texas State University Building Fund	286.79	248.01	297.16	237.64
204 Stephen F. Austin State University Building Fund	23,546.00	583.44	23,746.70	382.74
205 Sul Ross State University Building Fund	138.15	82.85	- 0 -	221.00
206 West Texas State University Building Fund	228.64	201.78	- 0 -	430.42
207 Prairie View A & M University Building Fund	224.91	187.55	224.91	187.55
211 University of Texas Interest & Sinking Fund	- 0 -	10,191,306.19	10,179,675.00	11,631.19
212 A & M Main University Interest & Sinking Fund	- 0 -	5,289,445.99	5,289,445.98	.01
276 Veterans Land Fund Division B	42,182.54	8,680,415.43	8,717,742.04	4,855.93
278 Veterans Bond Fund Division A Reserve	- 0 -	848,231.17	848,231.17	- 0 -
281 Veterans Bond Fund Division B Reserve	- 0 -	240,707.70	240,707.70	- 0 -
301 Texas Southern University Allocation Fund 1958-67	13,911.23	1,901.03	- 0 -	15,812.26
306 Texas Woman's University Allocation Fund 1958-67	961.19	804.13	961.19	804.13
309 A & I University Allocation Fund 1958-67	1,154.62	958.29	1,154.62	958.29
312 Texas Tech University Allocation Fund 1958-67	3,644.52	3,029.80	3,644.52	3,029.80
315 Lamar University Allocation Fund 1958-67	9,127.59	1,924.07	- 0 -	11,051.66
320 North Texas State University Allocation Fund 1958-67	2,956.81	2,430.96	2,956.81	2,430.96
323 East Texas State University Allocation Fund 1958-67	1,147.67	937.92	1,149.37	936.22
324 Sam Houston University Allocation Fund 1958-67	21,620.21	2,266.11	- 0 -	23,886.32
325 Southwest Texas State University Allocation Fund 1958-67	990.27	853.69	1,027.22	816.74
326 Stephen F. Austin State University Allocation Fund 1958-67	12,692.60	852.16	12,858.96	685.80
327 Sul Ross State University Allocation Fund 1958-67	6,739.03	708.02	- 0 -	7,447.05
328 West Texas State University Allocation Fund 1958-67	945.55	831.23	- 0 -	1,776.78
350 Water Development Clearance Fund	5,916.78	(5,916.78)	- 0 -	- 0 -
351 Water Development Fund	530.30	97,072,311.01	97,090,565.73	(17,724.42)
352 Water Development Bonds Interest & Sinking Fund	4,817.03	40,942,636.33	40,913,450.53	34,002.83
355 Storage Facilities Operation and Maintenance Fund	- 0 -	3,091,381.04	3,091,381.04	- 0 -
375 Veterans Land Bond Fund Division C	108,093.32	20,531,180.63	20,573,676.62	65,597.33
376 Veterans Land Bond Fund Division C Reserve	- 0 -	1,942,909.16	1,942,909.16	- 0 -
387 Texas Opportunity Plan Fund	5,440,610.15	39,563,811.69	39,221,231.79	5,783,190.05
388 College Student Loan Bond Interest & Sinking Fund	282,403.60	29,463,631.15	27,623,093.61	2,122,941.14
390 UT Arlington 1966-1977 Building Bond Sinking Fund	1,762,229.14	3,303,084.59	2,289,097.50	2,776,216.23
391 Texas Tech University 1966-1977 Building Bond Sinking Fund	2,219,315.57	3,359,926.27	2,368,010.00	3,211,231.84

(Deduction)

*Includes Interfund Transfers

SCHEDULE 5 (continued)
CASH BALANCES, REVENUES AND EXPENDITURES
BY GROUP AND FUND

	Net Cash Balance 9-1-74	Revenues*	Expenditures*	Net Cash Balance 8-31-75
GROUP 2: CONSTITUTIONAL FUNDS EXPENDABLE FOR SPECIFIC PURPOSES (continued)				
392 North Texas State University 1966-1977 Building Bond Sinking Fund	\$ 1,897,477.85	\$ 2,925,413.74	\$ 2,062,475.00	\$ 2,760,416.59
393 Lamar University 1966-1977 Building Bond Sinking Fund	1,432,485.23	2,267,395.45	1,604,190.00	2,095,690.68
394 A & I University 1966-1977 Building Bond Sinking Fund	674,247.71	1,060,699.17	746,250.00	988,696.88
395 Texas Woman's University 1966-1977 Building Bond Sinking Fund	403,743.09	649,371.25	457,845.00	595,269.34
396 Texas Southern University 1966-1977 Building Bond Sinking Fund	482,091.36	784,219.10	552,110.00	714,200.46
397 Midwestern University 1966-1977 Building Bond Sinking Fund	487,293.83	705,360.88	493,335.00	699,319.71
398 University of Houston 1966-1977 Building Bond Sinking Fund	2,571,339.45	4,119,577.23	2,910,550.00	3,780,366.68
399 Pan American University 1966-1977 Building Bond Sinking Fund	477,665.11	789,955.40	552,665.00	714,955.51
400 East Texas State University 1966-1977 Building Bond Sinking Fund	767,804.53	1,125,059.68	787,480.00	1,105,384.21
401 Sam Houston State University 1966-1977 Building Bond Sinking Fund	682,010.67	490,724.82	- 0 -	1,172,735.49
402 Southwest Texas State University 1966-1977 Building Bond Sinking Fund	795,892.48	588,150.28	- 0 -	1,384,042.76
403 West Texas State University 1966-1977 Building Bond Sinking Fund	591,923.22	885,172.41	622,700.00	854,395.63
404 Stephen F. Austin State University 1966-1977 Building Bond Sinking Fund	902,150.41	1,566,319.42	1,095,017.50	1,373,452.33
405 Sul Ross State University 1966-1977 Building Bond Sinking Fund	167,876.50	79,487.16	- 0 -	247,363.66
406 Angelo State University 1966-1977 Building Bond Sinking Fund	385,859.46	208,705.21	- 0 -	594,564.67
407 State Senior Colleges 1966-1977 Building Bond Sinking Fund	31.85	2,786,890.20	2,786,916.28	5.77
408 Texas Park Development Fund	219,653.09	20,477,596.59	17,196,036.04	3,501,213.64
409 Texas Park Development Bond Interest & Sinking Fund	304,555.42	10,542,050.65	9,573,517.64	1,273,088.43
410 Veterans Land Bond Fund Division D Series 1968	23,780.14	8,354,136.26	8,370,463.90	7,452.50
411 Veterans Land Bond Fund Division D Reserve	- 0 -	2,282,594.40	2,282,594.40	- 0 -
413 Veterans Land Bond Fund Division D Series 1968A	34,803.41	8,051,250.52	8,080,758.14	5,295.79
415 Veterans Land Bond Fund Division D Series 1971	15,863.42	2,391,214.90	2,402,958.30	4,120.02
417 Veterans Land Bond Fund Division D Series 1971A	20,551.34	3,749,631.92	3,765,284.95	4,898.31
426 Veterans Land Bond Fund Division D Series 1971B	20,159.85	18,926,878.20	18,939,158.44	7,879.61
428 Veterans Land Bond Fund Division D Series 1972	3,076,914.23	28,983,569.67	32,047,878.05	12,605.85

*Includes Interfund Transfers

SCHEDULE 5 (continued)
CASH BALANCES, REVENUES AND EXPENDITURES
BY GROUP AND FUND

	Net Cash Balance 9-1-74	Revenues*	Expenditures*	Net Cash Balance 8-31-75
GROUP 2: CONSTITUTIONAL FUNDS EXPENDABLE FOR SPECIFIC PURPOSES (continued)				
429 UT Arlington 72-77 Building Bond Sinking Fund	\$ 1,368.94	\$ (1,368.94)	\$ - 0 -	\$ - 0 -
430 Texas Southern University 72-77 Building Bond Sinking Fund	397.10	(397.10)	- 0 -	- 0 -
431 University of Houston 72-77 Building Bond Sinking Fund	1,981.57	(1,981.57)	- 0 -	- 0 -
432 Texas Woman's University 72-77 Building Bond Sinking Fund	112.70	(112.70)	- 0 -	- 0 -
433 A & I University 72-77 Building Bond Sinking Fund	1,470.01	(1,470.01)	- 0 -	- 0 -
434 Texas Tech University 72-77 Building Bond Sinking Fund	1,642.63	(1,642.63)	- 0 -	- 0 -
435 Lamar University 72-77 Building Bond Sinking Fund	474.61	(474.61)	- 0 -	- 0 -
436 Midwestern University 72-77 Building Bond Sinking Fund	684.90	(684.90)	- 0 -	- 0 -
437 Pan Am University 72-77 Building Bond Sinking Fund	4,125.03	(4,125.03)	- 0 -	- 0 -
438 East Texas State University 72-77 Building Bond Sinking Fund	4,779.93	(4,779.93)	- 0 -	- 0 -
439 North Texas State University 72-77 Building Bond Sinking Fund	2,849.88	(2,849.88)	- 0 -	- 0 -
440 Stephen F. Austin State University 72-77 Building Bond Sinking Fund	2,494.94	(2,494.94)	- 0 -	- 0 -
441 West Texas State University 72-77 Building Bond Sinking Fund	1,334.92	(1,334.92)	- 0 -	- 0 -
442 Angelo State University 72-77 Building Bond Sinking Fund	24,078.45	(24,078.45)	- 0 -	- 0 -
443 Sam Houston State University 72-77 Building Bond Sinking Fund	78,986.35	(78,986.35)	- 0 -	- 0 -
444 Southwest Texas State University 72-77 Building Bond Sinking Fund	117,148.23	(117,148.23)	- 0 -	- 0 -
445 Sul Ross State University 72-77 Building Bond Sinking Fund	4,692.47	(4,692.47)	- 0 -	- 0 -
446 State Senior Colleges 72-77 Building Bond Sinking Fund	16.29	(16.29)	- 0 -	- 0 -
447 Veterans Land Bond Fund Division D Series 1972A	<u>504,885.44</u>	<u>48,354,898.35</u>	<u>48,523,791.67</u>	<u>335,992.12</u>
TOTALS FOR GROUP 2	365,331,503.70	1,753,798,629.51	1,876,156,878.99	242,973,254.22

(Deduction)

*Includes Interfund Transfers

SCHEDULE 5 (continued)
CASH BALANCES, REVENUES AND EXPENDITURES
BY GROUP AND FUND

	Net Cash Balance 9-1-74	Revenues*	Expenditures*	Net Cash Balance 8-31-75
GROUP 3: FEDERAL FUNDS				
21 Trust Account-Federal Aid-Highway Act Fund	\$ 63,059.94	\$ 1,845.14	\$ 51,563.02	\$ 13,342.06
26 Unemployment Compensation Administration Fund	56,174.35	57,976,687.94	57,634,651.97	398,210.32
37 Federal Child Welfare Service Fund	3,482,234.12	(1,163,208.88)	- 0 -	2,319,025.24
92 Federal Disaster Fund	6,564.56	1,875,159.22	1,873,872.35	7,851.43
117 Federal Public Welfare Administration Fund	106,592,417.94	44,794,863.08	89,758.00	151,297,523.02
118 Federal Public Library Service Fund	354,498.79	3,924,844.40	3,896,725.05	382,618.14
127 Community Affairs Federal Fund	1,689,939.02	37,559,402.35	38,165,405.44	1,083,935.93
134 Federal Older Americans Fund	152,572.42	10,756,542.33	10,508,626.76	400,487.99
136 Federal Alcoholism Fund	458,068.59	4,264,462.20	3,930,369.93	792,160.86
141 Federal Adult Blind Fund	187,002.58	12,834,900.01	12,796,224.79	225,677.80
148 Federal Health Education & Welfare Fund	6,743,003.29	43,576,605.22	47,732,080.03	2,587,528.48
169 Federal Veterans Educational Fund	146,904.46	79,962.35	- 0 -	226,866.81
171 Federal School Lunch Fund	257,550.08	99,968,127.22	95,982,228.84	4,243,448.46
208 Federal Student Loan Fund	1,477,331.66	1,474,032.96	644,726.12	2,306,638.50
219 Federal Higher Education Fund	757,517.58	674,551.59	508,152.76	923,916.41
221 Federal Civil Defense & Disaster Relief Fund	34,619.63	798,745.63	809,964.45	23,400.81
222 Department Public Safety Federal Fund	480,583.19	3,852,424.34	3,746,865.71	586,141.82
223 Land and Water Conservation Fund	2,555,292.90	8,777,895.22	4,262,997.35	7,070,190.77
224 Governor's Office Federal Projects Fund	820,261.61	2,724,482.53	2,491,577.91	1,053,166.23
273 Federal Health Fund	1,464,283.47	48,868,292.38	48,097,401.05	2,235,174.80
448 Federal Revenue Sharing Trust	16,108,536.88	362,961,271.01	370,769,651.74	8,300,156.15
449 Adjutant General Federal Fund	122,401.28	415,242.66	427,661.90	109,982.04
TOTALS FOR GROUP 3	144,010,818.34	746,997,130.90	704,420,505.17	186,587,444.07
GROUP 4: TRUST OR PLEDGED FUNDS				
22 University of Texas Revenue Bond Fund	2,618,191.25	4,214,837.50	4,709,241.25	2,123,787.50
46 Endowment Fund Medical Branch U of T	62.54	- 0 -	62.54	- 0 -
53 School Bus Revolving Fund	279,796.00	13,072,883.59	13,031,740.54	320,939.05
TOTALS FOR GROUP 4	2,898,049.79	17,287,721.09	17,741,044.33	2,444,726.55
GROUP 5: CONSTITUTIONAL NON-EXPENDABLE FUNDS				
44 Permanent School Fund	4,258,217.56	163,319,191.06	163,392,003.98	4,185,404.64
45 Permanent University Fund	1,582,917.89	222,998,569.44	223,709,787.56	871,699.77
48 Permanent Blind Institute Fund	714.40	14,047.46	2,047.46	12,714.40
49 Permanent Deaf & Dumb Institute Fund	2,127.70	14,938.96	6,838.96	10,227.70
50 Permanent Lunatic Asylum Fund	2,212.98	8,559.06	4,499.06	6,272.98
51 Permanent Orphans Home Fund	907.30	27,597.69	14,317.69	14,187.30
TOTALS FOR GROUP 5	5,847,097.83	386,382,903.67	387,129,494.71	5,100,506.79

(Deduction)

*Includes Interfund Transfers

SCHEDULE 5 (continued)
CASH BALANCES, REVENUES AND EXPENDITURES
BY GROUP AND FUND

	Net Cash Balance 9-1-74	Revenues*	Expenditures*	Net Cash Balance 8-31-75
GROUP 6: TAX CLEARANCE FUNDS				
60 Highway Motor Fuel Tax Fund	\$ 26,810,091.84	\$ 404,181,333.61	\$ 403,906,118.16	\$ 27,085,307.29
68 Mixed Beverage Tax Clearance Fund	4,575,733.48	10,792,776.80	9,390,240.42	5,978,269.86
120 Omnibus Tax Clearance Fund	<u>30,772,257.42</u>	<u>1,374,299,297.73</u>	<u>1,365,918,096.67</u>	<u>39,153,458.48</u>
TOTALS FOR GROUP 6	62,158,082.74	1,789,273,408.14	1,779,214,455.25	72,217,035.63
Petty Cash Funds	289,159.00	155,150.00	30,760.00	413,549.00
TOTAL CASH, ALL GROUPS	1,261,952,546.28	8,427,428,040.77	8,234,933,608.13	1,454,446,978.92

*Includes Interfund Transfers

Other Financial Information

SUSPENSE AND TRUST FUNDS

Suspense Funds provide a temporary depository for money held by the State pending final disposition. An example is the receipt of a check or other form of money without a tax return or any identification to indicate the purpose of the payment (and thereby the State fund to which the money should be deposited). Another function of suspense funds is to hold tax payments made under protest until the courts or other actions determine whether the money should be deposited in a State fund or returned to the taxpayer.

Each Trust Fund is created by statute for a specific purpose. Generally, the funds are to hold money for later distribution, or hold money or securities deposited with the State in lieu of surety bonds. Other trust funds are created to protect certain shareholders, to secure obligations of insurance companies and loan and brokerage companies, record receipts of the State Employees Retirement System (SERS) and the Teacher Retirement System.

Suspense and Trust Funds are not available for appropriation.

The account with the Federal Treasury is to hold money collected under the Old Age and Survivors Insurance Act. The fund is maintained on the books of the Comptroller, but the actual money is on deposit with the Treasurer of the United States to the credit of this State.

SCHEDULE 6
TRANSACTIONS OF SUSPENSE & TRUST FUNDS
Year Ended August 31, 1975

FUND/Department	Opening Cash Balance 9-1-74	Increases*	Decreases**	Closing Cash Balance 8-31-75
900 SUSPENSE FUNDS (Departmental):				
243 Law Library	\$ - 0 -	\$ 100.00	\$ - 0 -	\$ 100.00
301 Executive Office - Governor	3,000.00	- 0 -	- 0 -	3,000.00
302 Attorney General	- 0 -	312.35	- 0 -	312.35
303 Board of Control	542,470.81	2,752,527.22	2,502,530.38	792,467.65
304 Comptroller of Public Accounts	33,179,990.73	31,741,637.39	21,239,004.67	43,682,623.45
305 General Land Office	10,808,620.79	197,506,677.72	195,062,467.32	13,252,831.19
307 Secretary of State	646,105.87	5,543,603.83	4,864,166.54	1,325,543.16
309 Building Commission	- 0 -	22,722.51	- 0 -	22,722.51
310 State Treasury	7,914,308.54	80,350,882.98	77,073,007.31	11,192,184.21
312 Securities Board	191,928.94	1,174,845.30	1,078,154.91	288,619.33
318 Commission for the Blind	13,798.40	17,379.22	11,445.92	19,731.70
322 Texas Employment Commission	1,436,876.44	5,565,204.10	6,102,052.35	900,028.19
324 Department of Public Welfare	176,791.78	857,391.69	353,488.96	680,694.51
327 Employees' Retirement System	2,123.21	27,712.19	27,656.75	2,178.65
329 Real Estate Commission	115,184.43	2,294,595.46	2,196,962.48	212,817.41
330 Rehabilitation Commission	21,526.96	11,818.70	24,540.86	8,804.80
332 Community Affairs	219,259.39	157,195.64	317,889.51	58,565.52
452 Bureau of Labor and Standards	6,511.92	128,812.90	47,850.57	87,474.25
453 Industrial Accident Board	- 0 -	7,280.00	2,380.00	4,900.00
454 Board of Insurance	1,584,872.65	102,342,372.72	102,244,421.42	1,682,823.95
455 Railroad Commission	1,101,747.53	1,874,868.26	2,007,427.01	969,188.78
458 Alcoholic Beverage Commission	1,773,606.51	8,207,817.96	5,989,477.36	3,991,947.11
459 Board of Architectural Examiners	- 0 -	27,745.00	27,745.00	- 0 -
460 Board of Registration for Professional Engineers	- 0 -	33,190.00	30,110.00	3,080.00
467 Board of Private Investigators, and Private Security Agencies	42,437.25	182,977.14	216,761.89	8,652.50
468 Board of Landscape Architects	700.00	2,780.00	3,480.00	- 0 -
470 Motor Vehicle Commission	69,700.00	134,527.50	111,827.50	92,400.00
471 Texas Amusement Machine Commission	39,606.25	6,071.25	9,590.00	36,087.50
472 Structural Pest Control Board	10,190.00	29,830.00	28,120.00	11,900.00
501 Department of Health	134,889.76	1,995,766.83	1,955,958.82	174,697.77
503 Board of Medical Examiners	- 0 -	50.00	- 0 -	50.00
504 Board of Dental Examiners	- 0 -	2,354.00	50.00	2,304.00
505 Cosmetology Commission	15,888.87	118,280.86	124,618.68	9,551.05
508 Board of Chiropractic Examiners	100.00	11,530.00	11,130.00	500.00
510 Board of Examiners in Basic Sciences	6,985.00	87,435.00	86,175.00	8,245.00
511 Board of Vocational Nurse Examiners	19,770.00	76,220.00	73,400.00	22,590.00
514 Optometry Board	- 0 -	2,707.50	2,707.50	- 0 -
518 Water Quality Board	- 0 -	3,566.00	566.00	3,000.00
524 Board of Nursing Home Administrators	- 0 -	685.21	685.21	- 0 -
551 Department of Agriculture	221,709.57	672,329.04	622,632.15	271,406.46

*Deposits to funds

**Cleared to a State fund or refunded by warrant issue

SCHEDULE 6 (continued)
TRANSACTIONS OF SUSPENSE & TRUST FUNDS
Year Ended August 31, 1975

FUND/Department	Opening Cash Balance 9-1-74	Increases*	Decreases**	Closing Cash Balance 8-31-75
900 SUSPENSE FUNDS (continued):				
552 Water Rights Commission	\$ 75,429.69	\$ 103,591.20	\$ 132,123.04	\$ 46,897.85
578 Board of Veterinary Medical Examiners	- 0 -	100.00	100.00	- 0 -
580 Water Development Board	- 0 -	45,871.00	44,117.00	1,754.00
601 Highway Department	- 0 -	1,530.00	1,530.00	- 0 -
659 Rio Grande State Center MHMR	- 0 -	24.60	24.60	- 0 -
666 East Texas Chest Hospital	191,455.10	70,728.04	256,822.13	5,361.01
678 Austin State School	- 0 -	10,038.00	10,038.00	- 0 -
684 Harlingen State Chest Hospital	19,686.32	- 0 -	- 0 -	19,686.32
689 Giddings State School for Boys	- 0 -	253.28	253.28	- 0 -
701 Texas Education Agency	69,047.07	166,411.75	159,457.03	76,001.79
721 University of Texas at Austin	8.25	- 0 -	- 0 -	8.25
781 Coordinating Board, College and University System	144,326.29	12,972,663.39	12,955,549.38	161,440.30
802 Parks and Wildlife Department	740,709.78	31,523,810.59	31,691,379.09	573,141.28
902 Miscellaneous	93,809.35	241,509.89	237,737.76	97,581.48
TOTAL SUSPENSE FUNDS (Departmental)	61,635,173.45	489,110,335.21	469,939,613.38	80,805,895.28
TRUST FUNDS:				
901 U.S. Savings Bond	133,324.58	5,353,694.35	5,336,591.99	150,426.94
902 County Tax Collectors	1,251,244.40	45,222,309.00	45,133,743.92	1,339,809.48
903 Flood Area School and Road	4,880.95	352,270.90	352,596.10	4,555.75
904 Motor Fuel Distributors Bond Guaranty	31,189.81	17,500.00	4,200.00	44,489.81
905 Foreign Corporation Franchise Guaranty	4,080,000.00	900,500.00	196,500.00	4,784,000.00
906 Dissolution of Solvent Corporation	83,790.70	4,284.23	37,331.61	50,743.32
907 Settlement of Estates	341,421.98	81,799.89	48,437.54	374,784.33
909 Fiscal Agency Receiving	77,234.29	10,941,144.36	10,985,461.84	32,916.81
913 Social Security	11,008,269.37	320,452,743.19	317,866,839.91	13,594,172.65
914 Motor Vehicle Responsibility	258,477.87	21,295.03	67,569.95	212,202.95
918 Second Injury	159,923.65	154,527.17	69,552.88	244,897.94
919 Mutual Assessment Insurance Company	47,688.00	- 0 -	3,275.00	44,413.00
921 Life, Health, Accident and Casualty Insurance Companies	1,020.00	25,000.00	26,020.00	- 0 -
922 Group Hospital Insurance Companies	2,000.00	- 0 -	- 0 -	2,000.00
923 Insurance Companies Unclaimed Dividends	5,560.25	- 0 -	5,518.68	41.57
924 County Mutual Insurance Companies	5,500.00	- 0 -	- 0 -	5,500.00
927 County or Political Subdivision Road Participation	21,570,781.89	13,114,471.43	12,151,490.98	22,533,762.34
928 State Hospital Inmates Estates	38,705.09	5,732.51	1,744.86	42,692.74
929 Social Security Administration	329,032.49	232,084.23	214,941.43	346,175.29

*Deposits to funds

**Cleared to a State fund or refunded by warrant issue

SCHEDULE 6 (continued)
TRANSACTIONS OF SUSPENSE & TRUST FUNDS
Year Ended August 31, 1975

	Opening Cash Balance 9-1-74	Increases*	Decreases**	Closing Cash Balance 8-31-75
TRUST FUNDS (continued):				
930 Road Bond Coupon Paying	\$ 651,678.38	\$ 13,790,067.34	\$ 13,877,672.98	\$ 564,072.74
931 Delinquent Tax Sales Excess	120,528.74	17,813.87	14,591.55	123,751.06
932 Escheated Estates	58.43	- 0 -	- 0 -	58.43
936 Unemployment Compensation Clearance	6,242.32	65,563,560.81	65,532,598.80	37,204.33
937 Unemployment Compensation Benefit	41,303.48	197,799,700.57	196,623,493.01	1,217,511.04
939 Prison System Escheated Estates	15,628.28	1,299.40	- 0 -	16,927.68
941 Varner-Hogg State Park	11,369.45	8,136.20	7,020.50	12,485.15
948 State Conservator	50,000.00	475,595.55	476,062.04	49,533.51
950 SERS Expense	41,821.04	1,132,676.88	1,158,280.81	16,217.11
951 SERS Employees' Saving	344,862.48	46,588,442.26	46,754,072.45	179,232.29
952 SERS State Accumulation	17,836.58	48,091,111.12	48,081,159.35	27,788.35
953 SERS Retirement Annuity Reserve	5,618.08	86,544,030.35	86,539,458.13	10,190.30
954 SERS Interest	21,211.89	41,896,209.12	41,890,444.55	26,976.46
955 SERS Investment	385,411.67	254,176,865.43	252,096,774.10	2,465,503.00
957 Veterans Land Group Insurance	89,586.86	814,792.11	848,541.60	55,837.37
959 Unclaimed Funds from Life Insurance Companies	72,101.34	24,467.31	14,704.20	81,864.45
960 Teacher Retirement System	891,929.17	1,253,723,221.36	1,248,057,475.16	6,557,675.37
961 City Sales Tax	89,372,132.33	263,955,934.86	289,189,260.08	64,138,807.11
962 Sales Tax Guaranty	607,554.91	565,264.40	189,155.67	983,663.64
963 Optional Teacher Retirement Program	1,765,864.63	16,341,542.69	15,821,894.32	2,285,513.00
965 Parks Fee	45,682.03	1,109,881.25	721,706.87	433,856.41
966 Model Cities Services Projects	50,402.37	793,691.69	755,781.49	88,312.57
968 Abandoned Motor Vehicles	1,183.41	8,253.53	9,406.94	30.00
969 Real Estate Fee	990.50	553,324.50	553,000.00	1,315.00
971 Real Estate Recovery Fund	- 0 -	749,090.86	629,906.80	119,184.06
TOTAL TRUST FUNDS	134,041,043.69	2,691,604,329.75	2,702,344,278.09	123,301,095.35
TOTAL SUSPENSE AND TRUST	195,676,217.14	3,180,714,664.96	3,172,283,891.47	204,106,990.63
938 Unemployment (In Federal Treasury)	<u>352,063,351.31</u>	<u>40,593,000.60</u>	<u>130,484,466.77</u>	<u>262,171,885.14</u>
TOTAL	547,739,568.45	3,221,307,665.56	3,302,768,358.24	466,278,875.77

*Deposits to funds

**Cleared to a State fund or refunded by warrant issue

**INVESTMENT ACCOUNTS
FOR THE
YEAR ENDED AUGUST 31, 1975**

Investment accounts are created by statute or are constitutionally authorized. No part of an investment account is available for appropriation for state expenditures, but provision is made by the creating authority for disposition of the proceeds.

State fund investment accounts are composed of several types of securities:

Cash Transaction -- a receivable account as reported on a "trust receipt" (a non-cash asset in transit) for investment exchanges or for the Unemployment Trust Fund (In Federal Treasury).

City, County and District Bonds -- investments of fund cash in bonds issued by political subdivisions of the State.

State Bonds -- investments of fund cash in bonds issued by Texas state agencies.

U.S. Government Securities -- investments of fund cash in any of the various types of income producing documents (with a par value) issued by the United States Treasury.

Notes and Other Evidences of Indebtedness -- investments of fund cash in income-producing documents, other than those identified as securities or stocks, in which the return of principal is guaranteed; e.g., mortgages, savings and loan accounts, etc.

Corporate Securities -- investments of fund cash in interest-bearing securities issued by corporate entities.

Corporate Stock -- investments of fund cash in capital stock issued by corporate entities.

Loans to Political Subdivisions -- principal of both secured and unsecured loans made to political subdivisions of the State.

Discount on Investments -- the difference between par value of bond investments and principal cost where par value exceeds principal cost.

Premium on Investments -- payment of the difference between par value of bond investments and principal cost where principal cost exceeds par value.

It should be noted that corporate stock is listed at cost and other securities are listed at par or maturity value. Adjustments for discounts and premiums paid are made separately.

In 1975 total State investments at par (or maturity) value totaled \$5,913,008,246. Of this amount, 0.8% was invested in bonds issued by Texas city, county, district and state entities, and 2.3% was in loans to these same types of political subdivisions; 12.4% was invested in U.S. government securities, 13.3% was in various kinds of notes, 28% in corporate stock, and 43.2% in corporate securities.

The net investment balance (allowing for discounts and premiums paid) of all funds at August 31, 1975 was \$5,883,880,279 (see Exhibit 1) which reflected an increase of \$614 million over the previous year.

EXHIBIT 1
Summary of Investments, All Funds
Year Ended August 31, 1975

	Balance 9-1-74	Increase (CR) Decrease (DB)	Balance 8-31-75
Cash Transactions	\$ 8,858,152.62CR	\$ 5,593,859.40DB	\$ 3,264,293.22CR
City, County & District Bonds	45,170,834.51CR	4,297,745.90DB	40,873,088.61CR
State Bonds	5,138,000.00CR	654,000.00CR	5,792,000.00CR
U.S. Government Securities	740,557,500.00CR	5,463,000.00DB	735,094,500.00CR
Notes & Other Evidences of Indebtedness	653,788,609.54CR	129,700,921.32CR	783,489,530.86CR
Corporate Securities	2,251,890,045.51CR	303,820,686.20CR	2,555,710,731.71CR
Corporate Stock	1,488,910,461.55CR	164,092,139.63CR	1,653,002,601.18CR
Loans to Political Subdivisions	105,893,500.00CR	29,888,000.00CR	135,781,500.00CR
Discount on Investments	31,897,333.24DB	1,025,213.43CR	30,872,119.81DB
Premium on Investments	1,137,935.17CR	606,217.96CR	1,744,153.13CR
TOTAL NET	5,269,447,705.66CR	614,432,573.24CR	5,883,880,278.90CR

The following chart shows the distribution of types of investments used by funds grouped according to function.

EXHIBIT 2
Distribution of Investments
Percent of Total Par Value
Year Ended August 31, 1975

	Administrative (primarily to finance Veteran's Land Program)	Service Institutions for Physically Handicapped	Improvements for Park Development and Water Resources Development	Education		Other (State Employees Retirement Investments and Deferred Compensation Accounts)
				Teacher Retirement System Trust Account	All Other Educational Investments	
Cash Transactions			0.1%			0.4%
City, County and District Bonds		8.9%			2.0%	
State Bonds	2.8%					
U.S. Government Securities	97.2	18.5	35.4	2.0%	17.9	6.1
Notes & Other Evidences of Indebtedness		72.6		18.7	5.7	20.9
Corporate Securities				49.9	39.2	54.1
Corporate Stock				29.4	35.2	18.5
Loans to Political Subdivisions			64.5			
TOTAL	100.0	100.0	100.0	100.0	100.0	100.0
TOTAL PAR VALUE	\$209,252,000	\$564,500	\$210,594,500	\$2,781,055,121	\$2,003,463,474	\$708,078,650

The most popular form of security is U.S. Government bonds and treasury notes. All but three of thirty-six accounts invest in federal securities.

The largest investment account is that of the Teacher Retirement System which has invested almost \$2.8 billion, or 47% of total investments of all funds. All educational fund investments hold \$2.2 billion in corporate securities, \$1.5 billion in corporate stock, \$0.6 billion in various notes, and \$0.4 billion in U.S. Government securities (Schedule 7).

SCHEDULE 7
Fund Investments by Type of Investment
Account Balances for Year Ended August 31, 1975
(Thousands Omitted)

	Cash Transactions (CR)	City, County & District Bonds (CR)	State Bonds (CR)	U.S. Government Securities (CR)	Notes & Other Evidences of Indebtedness (CR)
ADMINISTRATIVE:					
State Building Fund 007				\$ 3,500	
Federal Revenue Sharing Trust Fund 448				46,000	
Real Estate Recovery Fund 971				640	
Veterans Land Loans			\$ 5,792	153,320	
TOTAL, ADMINISTRATIVE			<u>5,792</u>	<u>203,460</u>	
SERVICES:					
Permanent Blind Institute Fund 048		\$ 11		9	\$ 150
Permanent Deaf & Dumb Institute Fund 049		32		40	100
Permanent Lunatic Asylum Fund 050				26	130
Permanent Orphans Home Fund 051		7		29	30
TOTAL, SERVICES		<u>50</u>		<u>104</u>	<u>410</u>
IMPROVEMENTS:					
Water Development Fund 351	\$ 140			55,290	
Water Development Bond Interest & Sinking Fund 352				11,077	
Texas Park Development Fund 408				3,025	
Park Development Bonds Interest & Sinking Fund 409				5,281	
TOTAL, IMPROVEMENTS	<u>140</u>			<u>74,673</u>	
EDUCATION:					
Available School Fund 002		656			
Permanent School Fund 044		40,167		222,838	
Permanent University Fund 045	33			110,913	103,685
Endowment Fund Medical Branch, University of Texas Fund 046					
A&M University Mineral Investment Fund 095	55			330	555
A&M University Mineral Income Fund 096	10			175	149
Texas Opportunity Plan Fund 387				10,265	
College Student Loan Bond Interest & Sinking Fund 388				12,931	9,873
Teacher Retirement System Trust Fund 960	26			56,500	521,032
TOTAL, EDUCATION	<u>124</u>	<u>40,823</u>		<u>413,952</u>	<u>635,294</u>
OTHER:					
S.E.R.S. Investment Account Fund 955	3,000			42,905	147,112
Deferred Compensation Fund 970					674
TOTAL, OTHER	<u>3,000</u>			<u>42,905</u>	<u>147,786</u>
GRAND TOTAL	<u>3,264</u>	<u>40,873</u>	<u>5,792</u>	<u>735,094</u>	<u>783,490</u>

Corporate Securities (CR)	Corporate Stock (CR)	Loans to Political Subdivisions (CR)	Discount on Investments (DB)	Premium on Investments (CR)	Net Total (CR)
			\$ 86	\$ 6	\$ 3,420
			514		45,486
			<u>8,473</u>	<u>573</u>	<u>151,212</u>
			<u>9,073</u>	<u>579</u>	<u>200,758</u>
			3	1	168
			2	1	171
			2		154
			<u>1</u>		<u>65</u>
			<u>8</u>	<u>2</u>	<u>558</u>
		\$ 135,781	1,731	645	190,125
			86	4	10,995
			186		2,839
			<u>189</u>	<u>3</u>	<u>5,095</u>
		<u>135,781</u>	<u>2,192</u>	<u>652</u>	<u>209,054</u>
			4,026	19	656
\$ 465,172	\$ 444,077		14,495	282	1,168,247
320,801	260,768				781,987
			2		8
10					940
			169	24	334
			<u>906</u>	<u>186</u>	<u>10,120</u>
<u>1,386,315</u>	<u>817,182</u>				<u>22,084</u>
<u>2,172,298</u>	<u>1,522,027</u>		<u>19,598</u>	<u>511</u>	<u>2,781,055</u>
					707,405
383,413	130,975				<u>674</u>
					<u>708,079</u>
<u>383,413</u>	<u>130,975</u>				<u>5,883,880</u>
2,555,711	1,653,002	135,781	30,871	1,744	

ADMINISTRATIVE:

State Building Fund 007
Federal Revenue Sharing Trust Fund 448
Real Estate Recovery Fund 971
Veterans Land Loans

TOTAL, ADMINISTRATIVE

SERVICES:

Permanent Blind Institute Fund 048
Permanent Deaf & Dumb Institute Fund 049
Permanent Lunatic Asylum Fund 050
Permanent Orphans Home Fund 051

TOTAL, SERVICES

IMPROVEMENTS:

Water Development Fund 351
Water Development Bond Interest & Sinking Fund 352
Texas Park Development Fund 408
Park Development Bonds Interest & Sinking Fund 409

TOTAL, IMPROVEMENTS

EDUCATION:

Available School Fund 002
Permanent School Fund 044
Permanent University Fund 045
Endowment Fund Medical Branch, University of Texas Fund 046
A&M University Mineral Investment Fund 095
A&M University Mineral Income Fund 096
Texas Opportunity Plan Fund 387
College Student Loan Bond Interest & Sinking Fund 388
Teacher Retirement System Trust Fund 960

TOTAL, EDUCATION

OTHER:

S.E.R.S. Investment Account Fund 955
Deferred Compensation Fund 970

TOTAL, OTHER

GRAND TOTAL

BONDED INDEBTEDNESS OF THE STATE OF TEXAS

Section 1, Interest on Old Manuscript Bond, represents uncashed coupons from Texas Relief Bonds public works projects.

Section 2. The College Building Bonds were issued for acquiring, constructing, and initially equipping buildings or other permanent improvements at several State-supported colleges and universities. The bonds are being serviced and retired with accumulations of the ten-cent ad valorem tax which is allocated to the participating institutions' individual building funds. Retirement of the outstanding bonds will be accomplished in 1978.

Section 3. Receipts from sale of Building Bonds for The University of Texas and Texas A&M University are to be used for permanent improvements of the two systems. The Texas Constitution authorized pledging a part of the Available University Fund and the A&M University Available Fund to pay principal and interest on the bonds. The two funds receive income from the investments of the Permanent University Fund.

Section 4. Proceeds from sale of Veterans Land Fund Bonds are to be used for the purchase of land for resale to qualified veterans of Texas under the Veterans Land Program. Receipts from the sale of such land are deposited to a special fund and are encumbered for the retirement and payment of the interest on outstanding bonds. Beginning in 1947, authorization was given for investment of the proceeds in bonds or obligations of the U.S. Government.

Section 5. Water Development Bonds are sold to provide capital for aiding and making funds available to the various subdivisions for authorized projects. Repayment of loan principal and interest is applied to debt service.

Section 6. Receipts from the sale of Texas College Student Loan Bonds are used to make loans to students who have been admitted to attend any institution of higher education, public or private, including junior colleges within the State. The bonds are being retired from repayment of student loans principal and interest.

Section 7. Proceeds from sale of Texas Park Development Bonds are to be used for acquiring land for State park sites and for developing such sites, and for investing in direct obligations of the U.S. Government. Park Gate Fees and investment receipts are used to service and retire the bonds.

Total bonded indebtedness at the end of fiscal 1974 was \$876.2 million. Redemptions of \$44.4 million and new issues totaling \$47 million reflected a net bonded indebtedness increase of \$2.6 million.

SCHEDULE 8
BONDED INDEBTEDNESS OF THE STATE OF TEXAS
 Year Ended August 31, 1975

	Outstanding 9-1-74	Redeemed	New Issues	Outstanding 8-31-75	Increase or Decrease*
SECTION 1: INTEREST ON OLD MANUSCRIPT BOND					
Texas Relief Bond 1st Series Payable Out of General Revenue Fund	\$ 20.00	\$ - 0 -	\$ - 0 -	\$ 20.00	\$ - 0 -
Texas Relief Bond 1st Series Payable Out of General Revenue Fund	<u>22.50</u>	<u>- 0 -</u>	<u>- 0 -</u>	<u>22.50</u>	<u>- 0 -</u>
TOTAL SECTION 1	42.50	- 0 -	- 0 -	42.50	- 0 -
SECTION 2: COLLEGE BUILDING BONDS AUTHORIZED BY ARTICLE 7, SECTION 17, CONSTITUTION OF TEXAS					
University of Texas at Arlington	9,125,000.00	1,925,000.00	- 0 -	7,200,000.00	1,925,000.00*
Texas Southern University	2,200,000.00	470,000.00	- 0 -	1,730,000.00	470,000.00*
Texas Woman's University	1,820,000.00	390,000.00	- 0 -	1,430,000.00	390,000.00*
Texas A&I University	2,975,000.00	635,000.00	- 0 -	2,340,000.00	635,000.00*
Texas Technological University	9,440,000.00	2,015,000.00	- 0 -	7,425,000.00	2,015,000.00*
Lamar University	6,390,000.00	1,365,000.00	- 0 -	5,025,000.00	1,365,000.00*
University of Houston	11,570,000.00	2,465,000.00	- 0 -	9,105,000.00	2,465,000.00*
Midwestern University	1,965,000.00	420,000.00	- 0 -	1,545,000.00	420,000.00*
Pan American University	2,210,000.00	470,000.00	- 0 -	1,740,000.00	470,000.00*
East Texas State University	3,140,000.00	670,000.00	- 0 -	2,470,000.00	670,000.00*
North Texas State University	8,220,000.00	1,755,000.00	- 0 -	6,465,000.00	1,755,000.00*
Stephen F. Austin University	4,405,000.00	935,000.00	- 0 -	3,470,000.00	935,000.00*
West Texas State University	2,480,000.00	530,000.00	- 0 -	1,950,000.00	530,000.00*
State Senior Colleges	<u>11,115,000.00</u>	<u>2,375,000.00</u>	<u>- 0 -</u>	<u>8,740,000.00</u>	<u>2,375,000.00*</u>
TOTAL SECTION 2	77,055,000.00	16,420,000.00	- 0 -	60,635,000.00	16,420,000.00*
SECTION 3: BUILDING BONDS FOR UNIVERSITY OF TEXAS AND A&M UNIVERSITY AUTHORIZED BY ARTICLE 7, SECTION 18, CONSTITUTION OF TEXAS					
University of Texas	93,605,000.00	5,905,000.00	14,000,000.00	101,700,000.00	8,095,000.00
A&M University	<u>46,020,000.00</u>	<u>3,120,000.00</u>	<u>8,000,000.00</u>	<u>50,900,000.00</u>	<u>4,880,000.00</u>
TOTAL SECTION 3	139,625,000.00	9,025,000.00	22,000,000.00	152,600,000.00	12,975,000.00
SECTION 4: VETERANS LAND FUND BONDS AUTHORIZED BY ARTICLE 3, SECTION 49B, CONSTITUTION OF TEXAS	323,080,000.00	7,390,000.00	- 0 -	315,690,000.00	7,390,000.00*
SECTION 5: TEXAS WATER DEVELOPMENT BONDS AUTHORIZED BY ARTICLE 3, SECTION 49C & 49D, CONSTITUTION OF TEXAS	169,980,000.00	7,100,000.00	25,000,000.00	187,880,000.00	17,900,000.00
SECTION 6: TEXAS STUDENT LOAN BONDS AUTHORIZED BY ARTICLE 3, SECTION 50B, CONSTITUTION OF TEXAS	148,950,000.00	3,570,000.00	- 0 -	145,380,000.00	3,570,000.00*
SECTION 7: TEXAS PARK DEVELOPMENT BONDS AUTHORIZED BY ARTICLE 3, SECTION 49E, CONSTITUTION OF TEXAS	<u>14,900,000.00</u>	<u>900,000.00</u>	<u>- 0 -</u>	<u>14,000,000.00</u>	<u>900,000.00*</u>
GRAND TOTAL	873,590,042.50	44,405,000.00	47,000,000.00	876,185,042.50	2,595,000.00

SCHEDULE 9
SECURITIES DEPOSITED IN TRUST WITH THE STATE TREASURER
Year Ended August 31, 1975

Trust Account	Balance 9-1-74	Increase (CR) Decrease (DB)	Balance 8-31-75
904 Motor Fuel Distributors Trust	\$ 2,500.00CR	\$ 1,000.00CR	\$ 3,500.00CR
908 Bond Investment Companies Trust	230,000.00CR	0.00	230,000.00CR
910 Time Deposits	1,295,101,400.00CR	184,306,500.00CR	1,479,407,900.00CR
911 Demand Deposits	525,353,000.00CR	53,384,500.00CR	578,737,500.00CR
912 Educational Depository Trust	29,907,000.00CR	4,152,000.00CR	34,059,000.00CR
916 Building and Loan Association Trust	100,000.00CR	0.00	100,000.00CR
917 Fiduciary Guaranty Trust	1,477,000.00CR	40,000.00DB	1,437,000.00CR
919 Burial Society and Mutual Insurance Trust	274,937.00CR	2,350.00CR	277,287.00CR
920 Loan and Brokerage Guaranty Trust	2,200.00CR	2,000.00DB	200.00CR
921 Life, Health, Accident, and Casualty Guaranty Trust	147,111,227.84CR	6,347,535.82CR	153,458,763.66CR
924 County Mutual Insurance Guaranty Trust	896,000.00CR	20,000.00CR	916,000.00CR
925 Texas Employment	3,645,000.00CR	15,000.00CR	3,660,000.00CR
933 Insurance Recording Agent Trust	27,000.00CR	27,000.00DB	0.00
941 Varner-Hogg State Park Trust	11,535.00CR	0.00	11,535.00CR
948 State Conservator Trust	200,000.00CR	0.00	200,000.00CR
949 Automobile Service Clubs Account	53,159.25CR	28,625.50CR	81,784.75CR
956 Cigarette and Tobacco Products Bond Account	7,006.25CR	0.00	7,006.25CR
958 Escheated Personal Property with State Treasurer	322,408.14CR	29,224.72DB	293,183.42CR
962 Sales Tax Guaranty Account	<u>38,550.00CR</u>	<u>14,617.61CR</u>	<u>53,167.61CR</u>
TOTAL SECURITIES	2,004,759,923.48CR	248,173,904.21CR	2,252,933,827.69CR

Bank deposits of Texas state funds are protected by collateral which is held by the State Treasurer. The securities pledged as collateral must be approved by the State Depository Board.

Title 122A, Art. 2529, R.C.S. requires that the amount of collateral securities relative to state deposits be 105%. At August 31, 1975 actual state time deposits of \$1.34 billion were secured by collateral valued at \$1.48 billion, or 110% of actual.

INTERGOVERNMENTAL FISCAL RELATIONS

This portion of the 1975 Financial Report is devoted to intergovernmental relations in Texas. It represents a new feature in past Comptroller's Annual Financial Reports. Intergovernmental fiscal relations is analyzed from the view of revenues received from Federal government. A second analysis reviews spending on the part of the state that supports the programs and services of local governments.

The State of Texas received \$1.523 billion from the federal government in fiscal 1975. The state expended \$1.765 billion in financial aid to local units of government. Federal funds represented 26.8 per cent of state revenues while aid to local governments represented 32.2 per cent of \$5.482 billion total spending. Federal funds received over the past six fiscal years has averaged 27.8 per cent of total revenues and has ranged from a high of 29.1 per cent in 1971 and 1973 to a low of 25.7 per cent in 1974 to its current 26.8 per cent.

This fiscal analysis is dependent upon financial information contained in the state's central accounting system. The current system does not have the capability to analyze and track certain kinds of programs in a financial way. With that qualification, intergovernmental fiscal information is arranged for review.

The following information presents trends in Federal funding to Texas state government for the fiscal years 1970-1975. The data is divided into five functional categories with total funding for each year. The six categories in which funding is arranged are: Highways, Health, Welfare, Education, Revenue Sharing and Other.

Schedule 10 indicates that from 1970 through 1975, a total of \$7.1 billion in Federal funds was received by state government. Of this \$7.1 billion, \$322 million or 4.5 per cent was received from Federal Revenue Sharing. The largest amount or \$3.3 billion was received for Welfare programs, or 47.1 percent of the total. The second largest category of aid was Federal funds for Highway maintenance and construction - \$1.4 billion or 20.5 percent. The third largest category of aid is Education. Federal funds for Education programs amounted to \$1.2 billion or 16.8 percent. The fourth category, "Other" received \$667 million or 9.4 percent. The "other" category represents 39 state agencies that provide a wide variety of programs and services. The smallest amount over the six year period was received for Health programs. The category Health received \$119 million or 1.7 percent of the total. Health and Welfare together as a category accounted for \$3.4 billion or 48.8 percent of total Federal funds received from 1970-1975.

Funding for Highway programs indicates a 17.7 percent increase since 1970. However, the pattern is rather erratic over the six-year period. Continued changes in the Federal Highway Trust Fund will create future declines in federal funds for highway construction. Federal funds for health programs, on the other hand, continue to show an increase from year to year. The increase from 1974 to 1975 was 13.3 million, largely arising from increased federal support to state programs. Welfare funding increased \$88 million over 1974, and continues to rise with increases to Social Security programs, Medicaid programs, and human resources services. Commodity distribution in Texas showed a large increase of \$16 million over fiscal 1974. This is the biggest increase in the program since 1970. General education programs have increased \$124 million since 1970. The category, "other" represented by 39 state departments and agencies has increased dramatically since 1970. Increases have amounted to \$135 million over the six-year period. Of major significance to Texas state government is revenue sharing. The state has received \$322 million since 1973. 1973 shows a higher amount than 1974-75 because of entitlement period adjustments when collections began in 1972. Revenue sharing continues to play a significant role in total revenues received by state government.

Not all federal funds received by state agencies and departments are reported through the Comptroller's Office. Higher education federal research funds, for example, are not reported to the state's central accounting function.

Schedule 10
Federal Fund Revenues

Category	1970	1971	1972	1973	1974	1975	Total Revenues 1970-1975
Highways							
Construction and Maintenance	\$ 229,101,855	\$ 276,686,862	\$ 240,262,282	\$ 216,656,208	\$ 218,520,762	\$ 268,449,920	\$ 1,449,677,889
Beautification				563,990	1,184,200	1,227,925	2,976,115
Total	<u>229,101,855</u>	<u>276,686,862</u>	<u>240,262,282</u>	<u>217,220,198</u>	<u>219,704,962</u>	<u>269,677,845</u>	<u>1,452,654,004</u>
Health							
Federal Health Programs	12,634,499	14,540,666	16,972,236	18,712,574	18,671,290	31,959,499	113,490,764
Water Quality	484,292	515,356	1,235,308	1,023,048	1,884,459		5,142,463
Total	<u>13,118,791</u>	<u>15,056,022</u>	<u>18,207,544</u>	<u>19,735,622</u>	<u>20,555,749</u>	<u>31,959,499</u>	<u>118,633,227</u>
Welfare							
Commodity Distribution	749,868	2,965,793	3,581,879	5,095,678	6,054,210	22,197,614	40,645,042
Rehabilitation	24,381,693	34,938,892	36,715,127	37,822,772	49,768,962	57,352,025	240,979,471
Welfare-General	375,938,635	445,645,577	571,194,454	560,843,253	507,504,615	595,395,708	3,056,522,242
Total	<u>401,070,196</u>	<u>483,550,262</u>	<u>611,491,460</u>	<u>603,761,703</u>	<u>563,327,787</u>	<u>674,945,347</u>	<u>3,338,146,755</u>
Education							
Education-General	131,671,893	156,164,127	189,858,334	211,715,094	236,902,678	255,997,448	1,182,309,574
Higher Education	616,814	563,289	797,062	970,643	2,187,836	1,994,098	7,129,742
Total	<u>132,288,707</u>	<u>156,727,416</u>	<u>190,655,396</u>	<u>212,685,737</u>	<u>239,090,514</u>	<u>257,991,546</u>	<u>1,189,439,316</u>
Other Federal Funds	55,844,140	74,999,332	89,881,438	111,983,686	143,601,568	191,029,054	667,339,218
Revenue Sharing				127,708,956	97,041,388	97,972,777	322,723,121
Grand Total	831,423,689	1,007,019,894	1,150,498,120	1,293,095,902	1,283,321,968	1,523,576,068	7,088,935,641

Federal Fund Revenues
1970 - 1975
Percentage Change Comparison
Exhibit 1

Program Category	1970 Revenues	1975 Revenues	Percent Change
Highways	\$ 229,101,855	\$ 269,677,845	17.7%
Health	13,118,791	31,959,499	143.6
Welfare	401,070,196	674,945,347	68.3
Education	132,288,707	257,991,546	95.0
Other	55,844,140	191,029,054	244.7
Revenue Sharing	- 0 -	97,972,777	
Totals	831,423,689	1,523,576,068	83.3

Texas State government received \$1.267 billion in revenues from the Sales Tax in 1975. During the same time, the state was disbursing \$264 million in revenues to cities who have elected to impose the one cent local sales tax. The Comptroller, by law, collects the local sales tax and disburses those revenues to cities. An analysis of the sales tax is not contained in this analysis of financial aid to local governments. However, within the analysis of the General Government program is a review of expenditures from the Mixed Beverage Tax Clearance Fund (Fund 068). The fund receives revenues from Alcohol Beverage Taxes, taxes that are "shared" between state and local governments.

For purposes of analysis, expenditures have been placed into program categories: General Government, Health and Welfare, Natural and Recreational Resources, Education and Public Safety. Receiving local governments are displayed as Counties, Cities, Public Schools and Other Political Subdivisions. All funds have been denoted by their source - federal or state revenues.

For purposes of definition, the following is provided:

General Government - Those programs and services of "general" governmental administration, finance and judicial, etc.

Health and Welfare - Programs aimed at health care and prevention. Welfare covers traditional assistance, rehabilitation, and financial aid programs.

Natural and Recreational Resources - Programs and services covering environmental, recreational and parks functions of government.

Education - Programs and services that support education at the elementary, secondary and college level.

Public Safety - Programs in the general function of public protection, law enforcement, training, operations and civil disaster and defense relief.

Texas counties received \$13.7 million in the program category General Government. Of that total, \$7.3 million came from the Board of County & District Road Indebtedness for county road projects. This program is being phased out during fiscal 1976. Counties also received \$4.870 million through the "shared" Alcohol Beverage Taxes. Grants from the Governor's Office for general governmental purposes, were received by Regional Councils of Governments in the amount of \$1.8 million. Other general governmental grants included monies disbursed through the Aeronautics Commission for airport planning and improvements. Counties received 66.4 percent; cities, 23.8 percent; and other political subdivisions received 9.8 percent of grants in the general government category.

The most significant feature in the category Health and Welfare is \$59.8 million in grants to counties, cities, community action agencies, state agencies, COGs, and school districts for such programs as CETA (Comprehensive Employment Training Act), the State Drug Abuse Program, and programs under the Intergovernmental Personnel Act (IPA). These categories represent 95.9 percent of expenditures in this program category. Other program support included grants for Early Childhood Development, HUD-701 Planning programs, and Human Service Delivery System program services to Community Action Agencies. The Texas Department of Mental Health/Mental Retardation dispensed \$16.4 million to 27 community centers in Texas for program support. Additionally, the Commission on Alcoholism dispensed \$2.2 million for programs in alcohol abuse and prevention. All funds for this category were comprised of \$44.1 million from federal sources or 70.7 percent and \$18.3 million state funds or 29.3 percent for a total of \$62.4 million.

The program category Natural and Recreational Resources produced \$4.7 million in financial aid to local governments. All of these funds came from state revenues. Projects included land and water conservation and planning grants from the Water Quality Board. The state's major Water Bonding authority through the Water Development Board is not included in the program description. 73.7 percent or \$3.5 million of \$4.7 million in aid went to cities. Counties received 19.4 percent or \$914,277.

The Education category is "obscured" by the \$1.2 billion allocation under the Foundation School Program dispensed through the Texas Education Agency for the support of local school district programs. Therefore, 91.8 percent or 1.5 billion of the Education category went to local school districts. Of this amount, \$118.9 million came from federal funds and \$1.4 billion was expended from state sources. An additional amount of \$130 million was expended by Other Political Subdivisions, namely Public Junior Colleges, or 8 percent of the total. Cities and counties received and expended \$3.6 million in program services through the State Library Assistance program. Total program support under Education amounted to \$1.6 billion. Federal fund sources produced \$136 million or 8.3 percent and state revenues contributed \$1.5 billion or 91.7 percent.

Funds expended under the Public Safety program amounted to \$39.5 million. Counties spent 41.1 percent or \$16.2 million; cities spent \$13.1 million or 33.2 percent; Other political subdivisions spent \$10.1 million or 25.6 percent. Public Schools and Junior Colleges spent \$47,906 in programs for criminal justice education and planning. The Governor's Criminal Justice Planning Office and the Department of Public Safety were the state's two dispensing agencies. Programs cover criminal justice grants for planning, operations, and training. An additional amount from the Department of Public Safety or \$2.4 million was expended for federal disaster and civil defense planning and operations. The total of the Public Safety program is represented by \$37.1 million or 94 percent state funds. Federal funds comprised \$2.3 million or 6 percent of the total.

Summary of Financial Aid to Local Governments
Exhibit I

Program Category	1975 Expenditures	Percent
General Government	\$ 20,676,896	1.2%
Health & Welfare	62,437,526	3.5
Natural & Recreational Resources	4,709,069	.3
Education	1,637,752,592	92.8
Public Safety	39,522,057	2.2
Total	<u>1,765,098,140</u>	<u>100.0</u>
Type of Receiving Government		
Counties	31,941,536	1.8
Cities	26,023,512	1.5
Public Schools	1,504,122,923	85.2
Other Political Subdivisions	203,010,169	11.5
Total	<u>1,765,098,140</u>	<u>100.0</u>
Source of Grants		
Federal Funds	183,045,326	10.4
State Funds	1,582,052,814	89.6
Total	<u>1,765,098,140</u>	<u>100.0</u>

Analysis of Financial Aid
by Program Category
Exhibit 2

Program Category	1975		Source			
	Expenditures	Percent	State	Percent	Federal	Percent
General Government						
Counties	\$ 13,726,080	66.4%	\$ 13,600,005	99.1%	\$ 126,075	.9%
Cities	4,915,048	23.8	4,775,746	97.2	139,302	2.8
Other Political Subdivisions	<u>2,035,768</u>	<u>9.8</u>	<u>1,926,689</u>	<u>94.6</u>	<u>109,079</u>	<u>5.4</u>
Total	20,676,896	100.0	20,302,440	98.2	374,456	1.8
Health & Welfare						
Counties	1,032,392	1.6	664,216	64.3	368,176	35.7
Cities	1,551,019	2.5	112,163	7.2	1,438,856	92.8
Other Political Subdivisions	<u>59,854,115</u>	<u>95.9</u>	<u>17,529,079</u>	<u>29.3</u>	<u>42,325,036</u>	<u>70.7</u>
Total	62,437,526	100.0	18,305,458	29.3	44,132,068	70.7
Natural & Recreational Resources						
Counties	325,115	6.9	325,115	100.0		
Cities	3,469,677	73.7	3,469,677	100.0		
Other Political Subdivisions	<u>914,277</u>	<u>19.4</u>	<u>914,277</u>	<u>100.0</u>		
Total	4,709,069	100.0	4,709,069			
Education						
Public Schools	1,504,081,514	91.8	1,385,179,594	92.1	118,901,920	7.9
Counties	600,090				600,090	100.0
Cities	2,981,141	.2	46,526	1.6	2,934,615	98.4
Other Political Subdivisions	<u>130,089,847</u>	<u>8.0</u>	<u>116,375,787</u>	<u>89.5</u>	<u>13,714,060</u>	<u>10.5</u>
Total	1,637,752,592	100.0	1,501,601,907	91.7	136,150,685	8.3
Public Safety						
Public Schools	41,409	.1	37,907	91.5	3,502	8.5
Counties	16,257,859	41.1	15,309,003	94.2	948,856	5.8
Cities	13,106,627	33.2	11,687,868	89.2	1,418,759	10.8
Other Political Subdivisions	<u>10,116,162</u>	<u>25.6</u>	<u>10,099,162</u>	<u>99.8</u>	<u>17,000</u>	<u>.2</u>
Total	39,522,057	100.0	37,133,940	94.0	2,388,117	6.0
Total, All Categories	1,765,098,140	100.0	1,582,052,814	89.6	183,045,326	10.4

Type of Receiving Government - All Programs	Source			State Percent	Federal Percent	Total Percent
	State	Federal	Total			
Counties	\$ 29,898,339	\$ 2,043,197	\$ 31,941,536	93.6%	6.4%	100.0%
Cities	20,091,980	5,931,532	26,023,512	77.2	22.8	100.0
Public Schools	1,385,217,501	118,905,422	1,504,122,923	92.1	7.9	100.0
Other Political Subdivisions	146,844,994	56,165,175	203,010,169	72.3	27.7	100.0

