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GOVERNOR HAROLD LEVANDER,

BUDGET ADDRESS

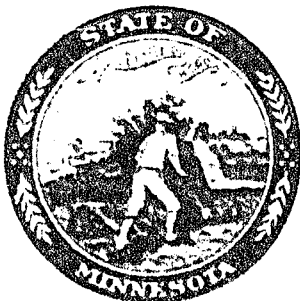
To The

66th Session Of The Legislature

January 29, 1969

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Minnesota

BUDGET MESSAGE

Mr. Speaker, Mr. President, Members of the 66th Session of the Minnesota Legislature,

As required by Minnesota Statutes, I present to you today the budget recommendations for the 1969-70 biennium. I have the burden to recommend and you have the burden to decide the course we take for the next two years. Despite our increased economic sophistication, systematized planning, and flashing computers, we still must rely on our best judgment in trying to predict the future.

Every family knows how difficult it is to plan its own budget a month in advance. We are asked to plan what a state with three and one-half million people is going to spend and what it is going to receive for a 24-month period.

Budgeting two years in advance has its problems. No one can argue that in June, 1967, the Legislature should have known that in January, 1969 we would have such a snow cover that the Conservation Department would need another \$100,000 to keep the wild deer and pheasants alive.

As I made my budget decisions, two facts were always on my mind.

First, the needs of our people. This budget is designed for:

- Guaranteeing quality education to the student,
- Protecting the life and property of our people,
- Improving safety and health services,
- Enhancing our environment,
- Helping our senior citizens,
- Securing human rights, and
- Increasing job opportunities and economic growth.

In short, this budget is aimed at improving the total quality of life for all Minnesotans.

A second, ever-present thought was the keen awareness of the heavy burden of taxation our people bear. Therefore, I did not honor \$80 Million of the requests that came to me. Historically, Minnesotans have willingly invested in their state a greater proportion of their income than do the citizens of most other states. Such courage and dedication has made our quality of life second to only one other state in the nation.

Yet, we must not presume that we can continually impose a greater and greater tax burden on our people, without accelerating the out-migration of some of our most talented people.

The facts of life are that inflation plus an expanding population which lives longer and demands more, particularly in the area of education and welfare, necessitates increased state expenditures. I feel we are rapidly approaching the point where the states are making the maximum effort to be expected.

In Minnesota we now tax income, property and sales.

The sales tax is used to give property tax relief to homeowners and aid to local government and school districts. It is not a source of revenue for state needs.

The real estate tax is exclusively for the use of local government. Too few people realize that the state has gotten out of the real estate tax field. Therefore, increases in real estate taxes are for rising demands of local government and give no revenue to the state for its purposes.

That leaves the principal source of the state's revenue coming from

our income tax where the rates are high compared to most other states.

Between 1950-66, average state government spending in the United States went up 247%. In the last two years, the burden on the states has become even heavier. California accepted a billion-dollar tax increase. New York is facing a tax increase of \$340 Million along with a 5% cutback on expenditures. Reports indicate that Illinois must raise \$750 Million and Connecticut, \$420 Million in order to balance their budgets.

Every day I sit in the Governor's chair, I become more firmly convinced that the states cannot escape a fiscal crisis unless they get some form of federal-state tax sharing. Now that the federal government is predicting a three to four billion-dollar surplus, such a plan need not wait until after the close of the Viet Nam war. I know of no better way of using that surplus than returning it to the states whence it came and thereby relieve what almost every state faces . . the need of additional revenue.

According to the 1966 figures, Washington collected 64¢ out of every tax dollar and the states got 19¢ and the local government 17¢. The tax most responsive to economic growth, the personal income tax, is securely in the grasp of the federal government. It collects 93% of all personal income taxes paid in this country. The federal government has long pretended it must act because the states will not. But often the states cannot . . strangled by the federal government's grip on the jugular vein of revenue flow.

Furthermore, our state and most others return the majority of what they collect to local government. Minnesota returns over 60% of its

revenue directly to local government.

Even so, I am fully cognizant that there are extreme pressures on local government for additional revenue. If local governments want to use other sources of revenue instead of being solely limited to the property tax, they should have that option. Therefore, I urge that enabling legislation be adopted to permit local government greater flexibility.

If the federal government would follow to only a small degree the principal of sharing with state government in the same way that state government shares with local government, the states could meet most of the demands placed upon them without onerous tax increases on their citizens. Without a better distribution of resources, the unique American experiment to disperse government power and initiative is doomed.

The states must be revitalized. They must be innovators, planners, coordinators, and protectors. My budget envisions an active role for state government. I do not want Minnesota to miss its chance for a piece of the action even though I recognize we could take a bigger bite if we had federal-state tax sharing.

In presenting my budget, some will say I should have recommended more; others will say, less.

It is most difficult to strike the proper balance between expenditure and taxation . . and perhaps the proper balance does not even exist . . who is to determine what is proper? Time does not permit an elaborate discussion of the more than 100 beneficiaries of state appropriations. I shall not dwell on the on-going necessary departmental responsibilities. Rather, I shall underscore the highlights of new and special concerns.

Here, then, is my budget recommendation . . a judgment on what is necessary for Phase II of the Decade of Decision.

COMBATTING CRIME

As we are well aware, "There is much crime in America, more than is ever reported, more than is ever solved, far too much for the health of this nation."¹ We must act . . not in the hope of instant victory but in the patient commitment for a long struggle. Out of such a commitment I recommend:

\$500,000 for the Governor's Crime Commission to fulfill the state's share and enable the state and local government to take advantage of the federal action and planning grants to improve crime prevention, law enforcement, the administration of justice and corrections.

Funding for an enlarged police training program,

Provision for 80 additional highway patrolmen to curb one of the greatest crimes, the fact that one out of four cars will have blood on it,

A 149% increase for the Bureau of Criminal Apprehension, one-tenth of the increase to be picked up by federal funds. This appropriation enables major changes within the department. It foresees:

A division to fight organized crime,

A new narcotic unit to crack down on the illegal traffic in drugs,

Twelve new field investigators to strengthen state aid to local sheriffs and police departments,

A computerized crime information system (MINCIS) which is a communications chain with our 87 counties and ties into the Federal Crime Information Center. (This project is already underway.)

But apprehending the criminal without rehabilitating him is a hollow victory.

Consequently, to improve our correctional program, I suggest a 35% or \$9 Million increase in the budget for the Corrections Department. Much of this increase will be channeled into more intensive treatment for juvenile offenders.

For the first time in Minnesota corrections history, I want to begin a program of specialized case loads. Therefore, I recommend 29 new parole agents, a portion of which will specialize in parolees who are narcotic and alcohol addicts, and sex offenders.

I ask for an increase in the work release program since our experience so far indicates that it has been successful and that an expansion in the program would be a good investment.

I have spelled out improvements for each of the correctional institutions as well. Despite the significant decline in Stillwater's population, I am recommending a 15% increase for this institution, including new rehabilitative, educational and medical support.

This aggressive, broadly-based program should give this state the tools to fulfill its first responsibility . . . to protect the lives and property of its people.

ENHANCING ENVIRONMENT

The second major concern of this budget is to give us the tools to enhance our environment. This is an emergency issue. Man's mastery of the earth will pay him the greatest tribute when he learns to leave some of it alone and keep all of it clean.

Three weeks ago, I outlined a Crystal Waters program. This budget provides for a twenty million dollar bonding program to accelerate the construction of sewage treatment plants. Presently building is stymied because the federal government is 4-F . . a federal failure to furnish funds.

It also gives substantial increases for lake rehabilitation projects and creates a position of natural resource conservation education coordinator in the Department of Education.

It expands the service of the Minnesota Pollution Control Agency in abating air and water pollution and disposing of solid waste, by giving it a 54% increase.

In addition, \$33 Million is recommended for the Conservation Department in order to move ahead its total program, with \$400,000.00 earmarked for the development of snowmobile and multiple use trails.

Provision in the budget is made for a ten million dollar bonding program for the acquisition of parks and open space. If we wait longer, the areas desired will not be available and future generations will be deprived of recreational opportunities.

Let us sincerely pursue this program for environmental improvement. Let our children honor our wisdom rather than curse our neglect.

IMPROVING SAFETY AND HEALTH SERVICES

No doubt a few days ago many of you read the story about a small town celebration. A picture next to the story showed a man seated in a crowd, head down, hand over his eyes, a carnation pinned on his lapel. He, the guest of honor, was obviously moved by the town's tribute. Four Hundred and Fifty people gathered in the Belgrade High School Auditorium to present skits, a

four-day vacation to Las Vegas, and their appreciation to the town's only doctor. The message was clear, Belgrade did not want to lose its family physician.

Other communities have not been so fortunate nor had such foresight. Long ago they watched their doctors leave.

One of the urgent needs of our people is to provide more doctors, dentists and paramedical personnel. Recognizing this fact, I recommended and you appropriated funds for a planning study on the proposed Health-Science Center at the University. The study has concluded that the Center should be built in three stages, the first stage costing \$25 Million, \$13 Million in federal funds, \$12 Million in state money.

The Center would give impetus to the special department for training general practitioners in addition to dental, basic science, pharmaceutical and paramedical education. Therefore, I recommend . . . conditioned on the fact that the federal government shall not be 4-F again and will allocate its share of the costs, that you proceed with the authorization for the state's share.

This recommendation should not be construed as a substitute for a second medical school in Minnesota. Several groups are studying the feasibility of a second medical school. And should such a school materialize, it is, nevertheless, a prerequisite that the Health-Science Center at the University proceed with all dispatch.

Health needs have long been a priority concern of this administration.

We formed the state's first action program totally devoted to alcoholism in the Commission on Alcoholism. This biennium I recommend an increase of nearly 85% for the Commission to enable it to expand its service and to

include a drug education unit so desperately needed. This state led the nation in one of the first comprehensive health planning studies. We initiated a new program of multi-purpose institutions to give patients the best in medical attention. We accelerated the community care concept, with an increase of 125% in the number of mentally retarded served by day care centers in the last biennium.

No accomplishment gives me greater satisfaction than to see that in the Quality of Life Study, Minnesota ranked first in the nation in providing health and welfare services.

One of my strong concerns in the health field is mental illness.

Mental illness has faced three revolutions. The first one unshackled the insane.

The second revolution introduced new medical therapy on a one-to-one basis.

The third revolution is just beginning to break . . it is the community care concept. I would like to see the day when old, huge dormitory institutions could stand empty, relics of a former day. We must provide places in the community where the mentally distressed person can go in time of deep need. Therefore, I am recommending a 30% increase for mental health clinics.

At the same time, I insist we must provide the best care possible for those in our institutions. The population at our state institutions for both mentally ill and mentally retarded is steadily declining. The population in state hospitals for the mentally ill was estimated at 5,240 in fiscal 1969 and 4,325 for fiscal 1970. However, I have maintained the staff complement

which will further improve the staff-patient ratio, bringing it to 1 to 1.37 in fiscal 1971 for the mentally ill. I also have made provisions for increase in the quality and variety of food, for special equipment for personal funds for indigent patients and salaries for working patients.

In regard to care for the mentally retarded, I am convinced that their treatment is vastly improved if it is closer to home and the community. Therefore, to encourage the local care for the retarded, I propose the state pay one half the county's cost in caring for the retarded if he is in a private facility. This proposal bears an estimated cost of \$1.9 Million for the biennium.

I recommend doubling the appropriation for daytime activity centers for the retarded. The community care revolution for the mentally ill and retarded is long overdue. We cannot tolerate further delay.

Another important health problem is nursing home care. State costs for such care are expected to increase \$13 Million in this next biennium. I want to help the residents of nursing homes in two ways: one, to provide excellent care for them; two, to protect them from unnecessary expenses and charges.

Therefore, we have had an outside consulting firm study what nursing home costs should be. I hope that their work will be helpful in setting up guidelines for these costs in the future. It will give all those interested in nursing home care an idea of the kind of charges they should be paying.

This budget also includes an increase of \$8 Million in aid to dependent children, an increase of \$2.8 Million for old age assistance and an increase of \$2.2 Million in aid to the disabled.

As these figures indicate, the rise in the welfare budget is substantial . . \$49 Million for the biennium. Some of the increases are mandated by our participation in federal programs. Others arise because of our state's commitment to provide proper and modern health care for all Minnesotans.

PROMOTING HUMAN RIGHTS

"The problem of justice for the Negro has gnawed on the national conscience ever since this nation was founded. It is, in an important sense, the American problem. If any problem is especially and peculiarly ours, with roots in our history and scars in our memory, this is it.

"No other modern problem touches more profoundly the values we profess to cherish. And history has handed our generation the task of solving it."¹

It will not be solved by the violence or the hatred of either black or white. It will be resolved by the steady, determined efforts of the vast majority of all Americans.

In the quality of life study, Minnesota ranked first in the nation in providing individual equality. We must continue to set the pace. Therefore, to enable us to expand our programs and carry out the work of the Women's Division, I am recommending the budget for the Department of Human Rights be doubled.

INCREASING JOB OPPORTUNITIES AND SAFETY

In a time of economic well-being, it may seem strange to place special importance on developing job opportunities. Yet it is somewhat of a paradox that while the hours of work are declining, the significance of working is increasing.

Traditionally we have equated a job with income . . . that's all.

Suddenly we are beginning to appreciate it can also mean an identity.

Economic growth generating job opportunities is an important goal for this administration.

Therefore, I recommend investing a 62% increase or an additional \$1.5 Million in the Department of Economic Development with special emphasis on the Rural Renaissance program, which means substantial increases for state matching funds to regional tourist associations and industrial development organizations.

I am recommending a 66% increase for the Governor's Commission on Employment of Handicapped Persons since the Commission has expanded to become an agency referral center for handicapped persons throughout the state.

Equally as important as job opportunity is job safety . . . a goal which has been for too long a mere afterthought for this state.

Our safety investigators, hampered by meager travel allowances, have sometimes had to hitchhike rides to the site of an accident. Labor unions have had to purchase safety manuals for the department so the department could train its own inspectors. Inferior equipment has forced some department personnel to buy their own typewriters, chairs and lamps.

I recommend increased appropriations for 18 new inspectors in five divisions, for additional personnel and new quarters in Minneapolis for workmen's compensation hearings, making a 45% increase in the budget of the Department of Labor and Industry.

HELPING SENIOR CITIZENS

As I have said on many occasions, I have a deep concern for the

financial plight of our senior citizens. It was one of the eleven high priority items in my speech to you three weeks ago. I applaud the House and Senate for the quick action on introducing and hearing bills to more than triple the tax relief to those of our senior citizens who are on fixed incomes. I have included funds for this purpose in the budget.

GUARANTEEING QUALITY EDUCATION

One of the first concerns of our people and the largest claim on the state's budget is education. It was in making education not only common to all but compulsory for all that the destiny of this nation was cast. Minnesotans have helped to fashion that destiny with one of the most open and diverse educational systems in the country, producing the lowest drop-out rate in the nation. We intend to continue to be in the forefront because this year I am recommending \$826 Million for education. And this does not include, mind you, what is spent for education in the Department of Welfare and the Department of Corrections. This means the total expenditures for education more than equal the entire state budget for all purposes just four years ago.

Enrollments in our public school systems have been increasing at every level, but the rate of increase among levels of education is most uneven. Based on enrollment projections of the Higher Education Coordinating Commission, we anticipate enrollments in our junior colleges will increase in the next biennium 40% . . . 40% in two years.

Our state colleges face an increase of over 13%.

At the same time enrollments appear to be leveling off at the University of Minnesota, which anticipates a 10% increase.

The State Department of Education estimates there will be only a very slight increase in pupil units in elementary and secondary schools. Less than 1% spread over 1011 school districts.

Enrollment estimates are a major factor that must be kept in mind for making appropriations.

The more students you have, the more faculty you need but that does not necessarily require a reduction in the teacher-student ratio. In all educational requests increased salaries and reduced pupil-teacher ratios, as well as more clerical and student assistance to the faculty are sought. Since no one has yet produced a reliable comprehensive study that the quality of education to the student is impaired by a 1, 2, or 3 point difference in the ratio, and since money is not available to do all three at the same time, I have placed the emphasis on adequate teacher salaries. With good pay, a continuation of the present ratio should not be too objectionable.

JUNIOR COLLEGES

Our state operated junior college system received its first appropriation from the 1965 Legislature. In the four years since that time we have developed a junior college system of which we can all be justly proud.

In the last four years enrollment in our junior colleges has increased 91% and it is estimated it will increase another 40% in the next two years.

To meet this tremendous pressure on our junior colleges, I am recommending an appropriation of \$27.5 Million or an increase of \$12.7

Million which is 85% above the present level. This appropriation enables a generous salary increase made mandatory because of the financial drawing power of high school salaries. It also includes \$1.2 Million for catch-up equipment over the normal equipment appropriation.

Provision has also been made for planning money for the first phase of junior colleges to be constructed.

STATE COLLEGES

As you members of the Legislature well know, the pressure for educational expenditure is enormous. We must find new ways to use our facilities to save our taxpayers' dollars. One such excellent innovation is the State College Common Market Plan, proposed by Chancellor Mitau for greater use of talent and a reduction in cost. We need more such ideas.

Yet we cannot ignore harsh realities. In order to meet enrollment increases, retain and recruit faculty and provide equipment and library books, I recommend for the biennium an increase of 56% for the state college system.

Two years ago when we compared Minnesota's state college salaries with 43 comparable colleges, our schools ranked between 21st and 26th.

Today, all six state colleges rank above 14th and four of them are in the top ten. A remarkable achievement . . which will again be improved.

In addition, \$2,240,000 for library books and equipment as a special addition to the regularly budgeted items should substantially improve the quality of education in our state colleges.

UNIVERSITY OF MINNESOTA

Minnesotans traditionally are proud of their university, a pride built on service. I am not about to cash in my faith in a century of

accomplishment because of a 24-hour incident. I believe students should be permitted to protest and to gripe to the university faculty or administration but in doing so, I do not condone the use of force, violence or duress. Yet, we cannot impair the education of 46,000 students because of the acts of 70.

I am recommending an increase of nearly \$42 Million for the university. In addition, I have already concurred with the Legislative Building Commission's recommendations of \$33.2 Million for new buildings and equipment at the University of Minnesota over and above the Health-Science Center.

Students at some of the libraries of this great university should not have to reserve a spot on the floor in order to study.

You will be interested to know that because of funds given to the university, the average salaries for our professors and associate professors now considerably exceed the average of the state-supported big ten universities, while the salaries at the assistant professor and instructor level at the University of Minnesota are below the average. Therefore, I recommend a general faculty salary increase of 7½% the first year and 7% in the second year. Because the Legislature cannot designate the categories to be increased, it is my opinion that this increase will generate enough funds for the university to raise salaries at the assistant professor and instructor rank sufficiently to bring them up to the average of these other schools.

In addition to salary increases, I am recommending:

Increased support positions for the faculty,

Expanded funds for student help,

Provisions for modern equipment and supplies,

A 70% increase in appropriation for research programs, bringing

the total supported by the state to \$16 Million, which is in addition to the more than \$30 Million of research funds furnished by the federal government.

A 71% increase for Crookston Technical Institute.

I suggest this Session initiate action to transform the Waseca School of Agriculture from a high school level program to a two-year collegiate technical school.

To bring focus to this mass of figures, let me point out that, not even considering building appropriations, in my four years as Governor I will have recommended a 73% increase in the university budget while enrollment in the same period will have expanded only 11%. Four years ago the appropriations were \$98 Million, today I am recommending \$170 Million.

STATE SCHOLARSHIPS

In order that no qualified person shall be deprived of an education because of financial hardship, I recommend a ten-fold increase or \$2.75 Million be appropriated for the State Scholarship Program for the needy, qualified high school graduates. Because of insufficient funds this biennium, only 1% of the graduates eligible were able to get state scholarships.

The enlargement of the State Scholarship Program to the student will enable him to exercise a choice of attending either a private or public institution.

I also recommend a doubling of the special scholarships for Indians.

AREA VOCATIONAL TECHNICAL SCHOOLS

My budget includes a 67% increase in state aid to area vocational technical schools, bringing the state contribution to \$30 Million for the next biennium. Minnesota's educational philosophy has been, we shall teach

for the sake of the child not educate for the sake of education. Little wonder, then, we have developed an exceptional vocational technical system.

ELEMENTARY-SECONDARY EDUCATION

When I took office two years ago, the percentage the state contributed to the maintenance costs of our elementary-secondary schools was at the lowest point since 1953.

In my campaign and in my first budget, I pledged to move the state towards contributing 50%. During this past biennium, through your generous support, the rate raised to 47½%, the highest it has ever been in our history.

Now to further relieve the local school tax burden on homeowners, I recommend increasing that percentage to 48% on the old basis of computation. This means an increase in the A formula to \$363 in 1970 and to \$378 in 1971 and in the B formula to \$131 and \$135.00. But this old yardstick no longer gives the true picture since the additional aid in the property tax relief law was enacted. We are now over the 50% mark.

The Department of Education advises that the total expenditure this next biennium for maintenance costs for elementary and secondary schools will be \$1,150,000,000.00. I recommend that the state should contribute over \$587 Million of this amount. No matter how you cut it, this is a contribution of over 51% by the state towards these local elementary and secondary school costs.

OVERBURDENED SCHOOLS

Whether urban suburban or rural, abnormally large enrollments of children from low income, welfare and minority families cause special educational problems that increase costs to a school district. Excessive

enrollments in programs for the handicapped and for the vocationally oriented also increase educational costs that should be helped with special aids.

I urge the Legislature to initiate a responsive new program of special aids to school districts suffering severe financial strain from causes for which now no special aid is available, and I recommend \$6.5 Million be allocated this biennium for such schools from the future increases in the aids available to school districts from the property tax relief funds.

Incidentally, I appreciate having the benefit of the report of the Elementary and Secondary Education Legislative Commission of January 15, 1969 which I have considered in these recommendations.

MINNESOTA STATE ARTS COUNCIL

To disperse cultural opportunity statewide, and to develop the Rural Renaissance Program, I recommend doubling the appropriation to the Minnesota State Arts Council.

CONCLUSION

I have given you too much detail, but I am sure you are interested in the summation.

I take a pardonable pride, which I think you should share with me, in announcing we will wind up the biennium with balances in the three major funds totaling \$115 Million. The cupboard is not bare as we start the next biennium.

The revenue estimates of receipts in these funds are as follows:

In the income tax school fund \$1,058,460,000

In the general revenue fund \$306,343,000

In the property tax relief fund (with state corporate surtax to be continued at the present rate) \$432,800,000.00.

This makes a grand total of opening balances, plus receipts from these three sources of \$1,914,807,000.00.

The estimates of anticipated income for the biennium have assumed a slowing down of inflation and no reenactment of the federal surtax which is scheduled to expire June 30th. The reason for this latter assumption is that it is impossible at this time to predict what Congress will do. If Congress should act before this Session adjourns, I shall make such recommendations as are deemed necessary.

The total recommended appropriations are \$1,952,261,000.00, of which \$584,179,802.00, nearly 30%, is for the property tax relief fund. Included in this fund is allowance for financing the Legislative Building Commission's recommendation to this Session which I have endorsed.

Between the total appropriations and the total receipts, there is a difference of \$37,354,000 Million. To finance this difference, I recommend increasing the cigarette tax by 3¢ per package to produce \$24 Million, increasing the tax on liquor and wines by 15¢ a fifth, to produce \$14.3 Million, and increasing a broad scale of licenses and fees paid to the state which have not been adjusted for from ten to fifty years to produce \$3.5 Million, for a total of \$42.3 Million.

This will leave a balance of \$4,946,000 which I feel is desirable as a protective cushion and also because it is impossible in this early stage of the Legislative Session to predict what additional programs might be enacted for which I have not provided specific funds.

I am fully aware that my proposal for increasing the cigarette and liquor taxes means these items will be heavily taxed in Minnesota. Yet,

several states tax these items even heavier than I propose and many will be increasing their rates on these items this year. The fact is that they are not necessary or indispensable items, although they may seem to be. I can speak from my own experience. I personally have been a heavy smoker for 35 years. I made a New Year's resolution to quit for the duration of the Legislative Session. If you can complete your business in less than 120 days, I will be very appreciative.

But seriously, Minnesotans spend in excess of \$270 Million during the biennium for cigarettes and \$250 Million during the biennium for liquor. Can we honestly say that we are creating any real hardship if we channel some of this expenditure into education, crime control, a Crystal Waters Program, assuring a safe place to work, caring for the elderly and handicapped, and promoting better human understanding?

What then does this budget do for Minnesotans?

It gives us tools to combat crime, enhance our environment, provide health services, increase job opportunities and safety, promote human rights, help our senior citizens, guarantee quality education and relieve overburdened schools.

And most importantly, we can do all this leaving the property tax exclusively to the local government and without expanding the sales tax and without raising the already high income tax.

As I said many minutes ago, these recommendations for Phase II of the Decade of Decision represent my best judgment. I look forward to your analysis. We must work together, for the great task of our generation is to fashion a society that can fill the senses with beauty, open the mind to truth, and lift the spirit toward justice.

FUND STATEMENTS,
GRANTS-IN-AID SUMMARY,
AND CHARTS

THE BUDGET DOCUMENTS

The 1969-71 Biennial Budget is presented in three parts: the "Budget Message and Summary", the "Detailed Estimates" and the Capital Outlay Budget.

The large document containing the detailed estimates is intended as a work book primarily for the use of the Senate Finance and House Appropriations Committees. It includes the Governor's budget recommendations for each account requiring a "direct appropriation." A direct appropriation is defined as one made for a definite amount and period of time. An "open appropriation", on the other hand, continues in force until repealed and usually does not state a definite amount. Open appropriations include such items as property tax relief fund distributions, income tax refunds, school census aid and aid to fire departments. Since they do not require legislative action, detailed estimates are not included in the budget document, but the total expenditures of open appropriations are included in the Fund Statements.

The "Budget Message" contains a statement for each fund or group of funds. The total of receipts and expenditures from all funds is presented in the "Summary of Fund Statements."

The charts and tables included in the "Budget Message" present the highlights of the budget. They provide a comparison of the 1969 recommendations and the 1967 appropriations on the more significant items.

The Consolidated Statement on page 33 shows the combined expenditures from the General Revenue and Income Tax funds by major function. From this information the charts on pages 34 and 35 were developed. It is interesting to note on the General Revenue Fund chart that the amount appropriated for educational purposes has increased from 41.4% of the total in 1967 to 44.4% in 1969.

The comparisons of Grants-in-Aid shown on pages 36, 37 and 38 indicate that aid from direct appropriations increased from \$537,282,520 in 1967-69 to \$622,963,857 in 1969-71. The total grants-in-aid increased from \$1,028,884,714 in 1967-69 to \$1,198,416,523 in 1969-71.

Generally the Legislative and Executive branches of government are most concerned with the direct appropriations. The chart on page 39 compares the relative size of open and direct appropriations and clearly demonstrates that open appropriations which are not subject to periodic legislative review and analysis, comprise 36.8% of the total expenditures as compared to 63.2% for direct appropriations.

The chart on page 40 shows the relative size of the General Revenue Fund and the dedicated funds for the 1967-69 and 1969-71 bienniums. In both periods the Income Tax School Fund is the largest source of state funds.

SUMMARY OF ACTUAL DEBT ACTIVITY 1966-68

	Outstanding 6-30-66	Year Ended 6-30-67 Bonds and Certificates Issued Retired		Outstanding 6-30-67	Year Ended 6-30-68 Bonds and Certificates Issued Retired		Outstanding 6-30-68
<u>Payable from Property Taxes:</u>							
Minnesota State Building							
Laws 1957, E.S.C. 2	16,326,000		2,756,000	13,570,000		2,756,000	10,814,000
Laws 1959, E.S.C. 90	33,214,000		2,601,000	30,613,000		2,601,000	28,012,000
Capital Improvement Bonds							
('61x-72, '63-1)	24,957,000		1,468,000	23,489,000		1,468,000	22,021,000
Rural Credit Deficiency-1941	75,000		75,000				
State Building Refunding of							
1963, (C. 677)	38,460,000		2,140,000	36,320,000		2,140,000	34,180,000
School Loan of 1963, (C.601)	19,800,000			19,800,000			19,800,000
Minn. State Bldg. of 1963, (C.839)	30,410,000		1,790,000	28,620,000		1,790,000	26,830,000
Minn. State Bldg. of 1965, (C.882)	54,790,000		2,890,000	51,900,000		2,890,000	49,010,000
School Loan of 1965, (C.875)	10,400,000			10,400,000			10,400,000
Minn. State Bldg. of 1967,							
C.67x-8		30,000,000		30,000,000			30,000,000
TOTALS	228,432,000	30,000,000	13,720,000	244,712,000		13,645,000	231,067,000
<u>Payable from Dedicated Receipts:</u>							
Minnesota Aeronautics							
Laws 1963, C. 791 (Bonds)	6,240,000		290,000	5,950,000		300,000	5,650,000
Minnesota State Park Certificates							
Laws 1955, C. 781	105,000		105,000				
Employment and Security Bldg.							
Bonds Laws 1965, C.532	3,000,000			3,000,000			3,000,000
TOTALS	9,345,000		395,000	8,950,000		300,000	8,650,000
<u>Payable from Motor Vehicle Taxes:</u>							
Highway Department Office Bldg.							
Laws 1955, C. 717	1,200,000		600,000	600,000		600,000	
Trunk Highway Bridges and							
Approaches, Laws 1955, C.748	13,350,000		1,250,000	12,100,000		1,250,000	10,850,000
Right of Way Acquisition							
Laws 1957, C. 750	13,750,000		1,250,000	12,500,000		1,250,000	11,250,000
City of St. Paul Laws 1959, C.538	6,500,000	980,000	240,000	7,240,000		330,000	6,910,000
Public Highway System 1967, C.873					20,000,000		20,000,000
TOTALS	34,800,000	980,000	3,340,000	32,440,000	20,000,000	3,430,000	49,010,000
GRAND TOTAL	272,577,000	30,980,000	17,455,000	286,102,000	20,000,000	17,375,000	288,727,000

SUMMARY OF ESTIMATED DEBT ACTIVITY 1969-71

	Fiscal Year 1969		Outstanding	Fiscal Year 1970		Outstanding	Fiscal Year 1971		Outstanding
	Bonds and Certificates	Retired	6/30/69	Bonds and Certificates	Retired	6/30/70	Bonds and Certificates	Retired	6/30/71
	Issued			Issued			Issued		
Payable from Property Taxes:									
Minnesota State Building									
Laws 1957, E.S.C.2		2,756,000	8,058,000		2,756,000	5,302,000		2,756,000	2,546,000
Laws 1959, E.S.C.90		2,601,000	25,411,000		2,601,000	22,810,000		2,601,000	20,209,000
Capital Improvement Bonds									
('61x-'72, '63-1)		1,468,000	20,553,000		1,468,000	19,085,000		1,468,000	17,617,000
School Loan of 1967, (C.583)	2,800,000		2,800,000			2,800,000			2,800,000
State Building Refunding of									
(1963, (C. 677))		2,140,000	32,040,000		2,140,000	29,900,000		2,140,000	27,760,000
School Loan of 1963, (C.601)			19,800,000			19,800,000			19,800,000
Minn. State Bldg. 1963, (C.839)		1,790,000	25,040,000		1,790,000	23,250,000		1,790,000	21,460,000
Minn. State Bldg. 1965, (C.882)		2,890,000	40,120,000		2,890,000	43,230,000		2,890,000	40,340,000
School Loan of 1965, (C.875)			10,400,000			10,400,000			10,400,000
Minn. State Bldgs. 1967, (X-8)	33,794,000		63,794,000		1,580,000	62,214,000		2,518,000	59,696,000
TOTALS	36,594,000	13,645,000	254,016,000		15,225,000	238,791,000		16,163,000	222,623,000
Payable from Dedicated Receipts:									
Minnesota Aeronautics									
Laws 1963, C.791 (Bonds)		310,000	5,340,000		310,000	5,030,000		320,000	4,710,000
Employment and Security Bldg.									
Laws 1965, C.532 Bonds			3,000,000		175,000	2,825,000		175,000	2,650,000
Employment and Security Bldg.									
Laws ('67x C.8) Bonds	300,000		300,000			300,000			300,000
TOTALS	300,000	310,000	8,640,000		485,000	8,155,000		495,000	7,660,000
Payable from Motor Vehicle Taxes:									
Trunk Highway Bridges and									
approaches, Laws 1955, C.748		1,350,000	9,500,000		1,350,000	8,150,000		1,350,000	6,800,000
Right of Way Acquisition									
Laws 1957, C.750		1,350,000	9,900,000		1,350,000	8,550,000		1,350,000	7,200,000
City of St. Paul									
Laws 1959, C.538		350,000	6,560,000		350,000	6,210,000		350,000	5,860,000
Public Highway System									
Laws 1967, C.873	20,000,000		40,000,000	20,000,000		60,000,000	20,000,000		80,000,000
TOTALS	20,000,000	3,050,000	65,960,000	20,000,000	3,050,000	82,910,000	20,000,000	3,050,000	99,860,000
GRAND TOTAL	56,894,000	17,005,000	328,616,000	20,000,000	18,760,000	329,856,000	20,000,000	19,708,000	330,148,000

SUMMARY OF FUND STATEMENTS

ACTUAL AND ESTIMATED RESOURCES	1966-67	1967-68	1968-69	1969-70	1970-71
Balance Forward July 1	277,897,825	279,284,380	264,749,550	248,485,215	224,822,090
Receipts by Funds:					
General Revenue Non-dedicated Receipts	133,705,919	128,329,254	131,965,568	137,415,666	141,008,239
General Revenue Dedicated Receipts	49,507,293	56,852,161	58,945,703	63,624,680	67,016,100
Income Tax School	365,792,968	385,964,172	442,170,000	498,810,000	557,450,000
Building	7,045,309	36,568,860	41,542,075	95,927,911	7,000,000
Bond	15,609,719	9,773,804	252,292	8,000	6,000
Miscellaneous Special Revenue	16,425,742	18,600,130	22,334,422	17,942,282	18,621,288
Iron Range Resources & Rehabilitation	956,957	663,326	638,667	550,225	506,106
Game and Fish	5,412,060	5,613,206	5,552,465	7,144,745	8,151,420
Natural Resources	3,968,874	3,948,902	3,960,000	3,960,000	3,960,000
Consolidated Conservation Areas	188,735	156,377	189,705	201,705	237,705
State Airports	3,002,479	9,561,025	11,218,274	13,463,385	15,221,095
Trunk Highway	11,477,090	35,875,443	35,246,276	30,350,000	29,600,000
Highway User Tax and County-Municipal Aid	155,001,509	178,297,809	187,585,000	196,038,250	203,265,000
Soldiers Relief	172,924	61			
Trust	2,121,736	1,667,305	1,951,062	2,379,062	2,517,562
Agency	139,990,447	167,885,406	172,656,061	187,181,762	200,989,245
Revolving	6,297,501	6,549,373	8,533,260	8,767,227	9,692,890
Prison Revolving	3,063,500	2,643,545	2,500,500	2,390,300	2,490,300
Federal	237,415,141	306,450,738	376,200,684	341,064,958	346,567,638
Property Tax Relief		123,716,903	188,250,000	200,050,000	212,050,000
Receipts Subtotal	1,160,255,903	1,479,238,300	1,691,692,024	1,807,270,158	1,826,350,788
Appropriation and Receipt Transfers	17,166,684	17,469,587	25,125,282	40,217,643	41,458,780
TOTAL RESOURCES	1,455,320,412	1,775,992,267	1,981,566,856	2,095,973,016	2,092,631,658

SUMMARY OF FUND STATEMENTS (Cont.)

ACTUAL AND ESTIMATED EXPENDITURES	1966-67	1967-68	1968-69	1970-71	1969-70
Expenditures By Funds:					
General Revenue Non-dedicated Receipts	175,379,926	226,797,131	237,613,317	314,593,270	297,822,056
General Revenue Dedicated Receipts	49,593,723	56,826,990	58,921,203	67,016,100	63,624,680
Income Tax School	270,059,210	297,832,244	333,847,879	370,811,533	354,443,340
Building	33,516,241	40,112,739	56,278,569	51,468,909	51,468,909
Bond	14,184,030	14,524,520	13,751,407	14,723,597	15,017,417
Miscellaneous Special Revenue	16,453,387	21,318,808	20,139,408	17,028,925	18,782,097
Iron Range Resources and Rehabilitation	876,973	753,933	852,228	654,424	646,999
Game and Fish	4,789,588	6,153,159	5,511,937	6,903,389	7,193,924
Natural Resources	(285,192)	8,700,082	(625,649)	(100,000)	8,558,471
Consolidated Conservation Areas	136,262	99,289	84,188	106,852	100,852
State Airports	5,889,651	11,994,018	9,751,534	12,998,330	14,822,259
Trunk Highway	135,751,100	130,103,665	134,359,543	142,869,001	138,758,059
Highway User Tax and County - Municipal Aid	65,658,282	68,072,177	71,528,569	78,722,475	74,960,674
Soldiers' Relief	174,065				
Trust	2,154,470	1,580,890	1,914,942	2,465,218	2,244,763
Agency	141,359,529	163,619,228	170,365,535	199,970,864	185,911,349
Revolving	5,806,184	6,736,302	8,373,185	9,099,580	8,719,208
Prison Revolving	2,542,531	2,240,275	2,562,975	2,495,320	2,359,012
Federal	243,628,582	305,842,786	378,092,695	347,097,144	341,488,167
Property Tax Relief		143,901,221	224,128,560	291,590,350	272,589,450
Expenditures Subtotal	1,167,668,542	1,507,209,457	1,727,452,025	1,930,515,281	1,859,622,386
Appropriation and Receipt Transfers	8,367,483	4,033,235	5,629,615	12,610,494	11,528,539
Balance Forward June 30	279,284,380	264,749,550	248,485,215	149,505,879	224,822,090
TOTAL EXPENDITURES, TRANSFERS AND BALANCES	1,455,320,412	1,775,992,267	1,981,566,856	2,092,631,658	2,095,973,016

Note: In all fund statements the detail will not add to the totals due to dropping of cents columns.
Receipts and expenditures are net of temporary investment purchases, sales, and maturities.

GENERAL REVENUE FUND - NONDEDICATED RECEIPTS

ACTUAL AND ESTIMATED RESOURCES	1966-67	1967-68	1968-69	1969-70	1970-71
Free Balances, July 1	28,823,482	64,128,770	58,475,609	58,342,674	28,914,563
Receipts:					
Gross Earnings Taxes	27,317,088	16,907,044	15,076,000	15,866,000	16,866,000
Insurance Gross Premium Tax	14,992,959	16,453,832	17,600,000	18,800,000	20,100,000
Iron Ore Occupation Tax	7,055,845	5,717,585	4,950,000	4,500,000	4,050,000
Iron Ore Royalty Tax	2,250,091	1,906,681	1,000,000	900,000	800,000
Taconite Taxes	532,845	487,485	1,452,000	1,483,000	1,508,000
Inheritance & Gift Taxes	11,997,267	15,623,252	17,200,000	17,200,000	17,200,000
Liquor & Beer Taxes	19,757,557	20,834,577	21,900,000	23,200,000	24,500,000
Cigarette Tax	20,834,133	20,723,876	21,328,125	21,853,125	22,378,125
Tobacco Products Tax	956,752	951,885	950,000	950,000	950,000
Grain Inspection Fees	3,246,459	2,026,922	2,081,100	3,065,400	2,258,100
Institutions-Care of Persons	10,333,449	10,543,752	12,300,000	12,400,000	12,500,000
University-Reimbursement from Counties	1,354,931	988,820	1,237,200	1,682,310	1,822,592
Bank Excise Tax	1,328,203	1,820,930	1,800,000	2,100,000	2,200,000
Oleomargarine Tax	3,321,974	3,423,796	3,750,000	3,750,000	3,850,000
All Other Receipts	<u>8,426,360</u>	<u>9,918,757</u>	<u>9,241,143</u>	<u>9,665,831</u>	<u>10,025,422</u>
Receipts Subtotal	133,705,919	128,329,254	131,965,568	137,415,666	141,008,239
Transfers:					
Invested Treasurer's Cash	9,114,254	11,823,763	11,000,000	11,000,000	11,000,000
State Parks Receipts	439,244	564,087	335,000	344,000	344,000
Attributable Costs	1,189,201	1,137,122	1,338,615	1,444,000	1,476,000
Motor Vehicle Transfer of Ownership	303,467	291,247	210,159	118,065	95,608
Reimbursement for Gas Tax Collection Costs	762,727		790,000		1,050,000
All Other Transfers	<u>3,025,128</u>	<u>1,356,768</u>	<u>1,868,348</u>	<u>1,537,161</u>	<u>1,510,575</u>
Transfers Subtotal	<u>14,834,023</u>	<u>15,172,988</u>	<u>15,542,122</u>	<u>14,442,226</u>	<u>15,476,183</u>
Receipts and Transfers Subtotal	148,539,943	143,502,242	147,507,690	151,858,892	156,484,422
Legislative Transfers:					
Higher Education	15,147,865	82,630,168	94,972,692	116,535,053	127,900,926
Income School Tax	46,997,405	20,011,557	20,000,000		
Property Tax Relief		<u>(25,000,000)</u>	<u>(25,000,000)</u>		
Legislative Transfers Subtotal	62,145,270	77,641,726	89,972,692	116,535,053	127,900,926
Total Revenue and Transfers	<u>210,685,214</u>	<u>221,143,969</u>	<u>237,480,382</u>	<u>268,393,945</u>	<u>284,385,348</u>
TOTAL RESOURCES	239,508,696	285,272,740	295,955,991	326,736,619	313,299,911

GENERAL REVENUE FUND - NONDEDICATED RECEIPTS (Con.)

ACTUAL AND ESTIMATED EXPENDITURES	1966-67	1967-68	1968-69	1969-70	1970-71
Legislative Appropriations:					
Miscellaneous Commissions	34,850	61,250	68,500	77,925	77,925
Sheriff's Expense Conveying Prisoners	32,000	32,000	32,000	32,000	32,000
Special Semi-State Agricultural Societies	232,100	239,600	239,600	282,150	282,150
Veteran's Home	219,527	333,301	352,963	491,784	517,375
Miscellaneous Veterans' Associations	17,000	19,000	19,000	19,000	19,000
Minnesota Historical Society	368,589	558,371	558,807	734,362	758,291
Sibley House and Academy of Science	7,700	18,500	18,500	21,000	21,000
Special Aid to Cities, Counties, Towns	209,700	234,000	234,000	234,000	234,000
State Arts Council		85,000	85,000	175,000	175,000
National Governor's Conference		6,000	6,000	6,000	6,000
Legislature	2,177,000	2,314,100	3,128,100	3,352,632	3,901,645
Governor	188,664	295,528	305,427	682,167	694,167
Civil Defense	121,605	138,605	142,064	212,136	217,700
Lieutenant Governor	9,200	15,000	15,000	48,949	48,987
State Auditor	416,092	475,680	494,290	579,076	602,909
Contributory Share - PERA	41,367				
Civil Air Patrol	10,000	15,000	15,000	20,850	20,850
State Treasurer	214,625	224,685	234,193	239,020	245,357
Public Examiner	281,548	403,141	368,287	401,448	412,665
Department of Taxation	1,306,083	1,695,337	1,733,964	2,264,282	2,333,802
Tax Court	29,794	37,517	37,502	39,296	39,960
Attorney General	353,841	544,549	484,993	815,694	811,898
Bureau of Criminal Apprehension	352,800	620,335	687,883	1,307,951	1,391,562
District Courts	1,279,000	1,620,000	1,670,000	1,651,000	1,651,000
Retired Supreme & District Court Judges	170,500	225,000	347,600	307,000	307,000
Supreme Court	411,453	497,481	477,576	547,756	544,188
Revisor of Statutes	115,075	201,165	138,502	258,340	163,519
Department of Administration	2,880,785	4,075,814	3,707,111	5,743,349	5,095,957
Executive Council	1,000	650	600	655	655
Board of Investment	70,922	94,744	96,235	128,387	131,817
Secretary of State	309,536	287,404	363,065	363,506	443,943
Public Defender		122,690	112,690	180,852	185,702
Pollution Control Agency		303,960	315,123	859,811	634,228
Civil Service	387,901	497,817	521,869	653,326	700,925
Archives Commission	75,829	80,992	83,945	115,184	118,923
Municipal Commission	25,275	35,924	35,953	56,514	67,986
Adjutant General	1,288,581	1,467,244	1,504,154	1,764,337	1,814,718
Banking	542,687	705,587	759,758	867,431	932,093
Insurance	518,215	719,113	748,500	924,720	941,282
Securities	99,399	128,662	131,243	189,494	190,424
Public Service Commission	3,473,953	5,723,902	4,280,086	4,160,476	3,378,009

GENERAL REVENUE FUND - NONDEDICATED RECEIPTS (Cont.)

	1966-67	1967-68	1968-69	1969-70	1970-71
Labor and Industry	979,524	1,153,751	1,178,072	1,709,767	1,672,660
Liquor Control	271,559	320,846	331,094	377,343	382,541
Labor Conciliator	116,374	181,504	187,133	219,818	225,995
Economic Development	741,500	1,269,486	1,189,995	1,959,085	2,028,347
Compensation Insurance Board	23,256				
Agriculture	1,373,368	1,673,706	1,632,156	2,019,430	2,095,398
Conservation-Administration	195,899	562,611	524,059	627,943	650,121
Conservation-Waters	283,933	385,696	266,628	1,040,251	1,050,226
Conservation-Forestry	2,281,937	3,362,781	3,269,275	3,890,425	4,083,692
Conservation-Lands and Minerals	523,105	632,768	647,134		
Conservation-Parks	1,332,745	1,806,382	1,847,967	2,076,278	2,135,621
Surveyor General	99,413				
Water Resources Board	20,495	26,061	26,694	50,312	51,958
Soil Conservation Commission	302,447	310,759	311,748	400,821	416,461
Health	1,571,254	2,072,952	1,756,252	2,144,881	2,198,513
Livestock Sanitary Board	816,269	1,162,925	851,846	1,243,833	1,007,948
Dept. of Human Rights	17,988	163,299	175,295	337,997	339,018
State Commission Against Discrimination	79,364				
Veteran's Affairs	935,774	1,073,236	1,079,216	1,128,585	1,156,455
Law Library	66,032	141,621	74,563	159,531	81,940
State Planning Agency	25,000	275,000	275,000	450,300	511,500
Judicial Council		5,000		3,000	3,500
State Park Capitol Improvement		95,000			
Administration (Helmer Myer State Park)		120,000			
Administration (Minneapolis Park)		102,000			
Governor's Reorganization		50,000			
Enforcement of Cigarette Fair Trade Laws		21,000	21,000		
Governor's Commission on Employment of Handicapped Persons				24,999	24,990
Snow Mobile Licensing & Registration		150,000		321,564	78,436
Commission on Alcohol Problems				60,000	60,000
Public Welfare-Administration	34,571,401	38,282,870	41,060,094	51,224,705	57,169,408
Anoka State Hospital	2,988,257	3,469,900	3,533,728	4,052,948	4,071,164
Fergus Falls State Hospital	3,288,982	3,792,690	3,810,620	4,427,352	4,431,127
Hastings State Hospital	2,050,382	2,519,339	2,482,193	2,812,421	2,800,017
Moose Lake State Hospital	2,224,494	2,770,462	2,823,144	3,290,618	3,250,765
Rochester State Hospital	3,122,114	3,735,356	3,750,860	4,410,270	4,418,885
St. Peter State Hospital	3,717,268	4,424,737	4,476,189	5,310,181	5,357,035
Willmar State Hospital	2,411,450	2,863,457	2,872,665	3,316,463	3,302,371
Faribault State Hospital	5,461,321	6,868,394	7,253,731	8,547,101	8,588,228
Cambridge State Hospital	3,786,990	4,661,881	4,893,746	5,732,468	5,754,389

GENERAL REVENUE FUND - NONDEDICATED RECEIPTS (Cont.)

	1966-67	1967-68	1968-69	1969-70	1970-71
Owatonna State Hospital	14,500	20,465		58,265	
Shakopee Home for Children	73,395	86,853	88,499	99,285	100,484
Brainerd State Hospital	2,769,663	3,710,998	4,074,440	5,173,912	5,065,925
Braille & Sight Saving School	4,000	51,718	50,202	76,333	57,633
School for the Deaf	11,250	21,407		64,027	
St. Peter Security Hospital	481,839	663,005	660,728	784,713	795,083
Gillette State Hospital	610,877	724,763	716,826	854,654	848,849
Ah Gwah Ching Nursing Home	1,602,761	1,881,700	1,900,234	2,176,037	2,202,537
Glen Lake State Sanatorium	1,889,358	2,197,257	2,216,193	2,624,877	2,634,030
Corrections-Administration	1,710,816	2,678,210	2,373,255	4,123,896	3,426,383
State Prison	2,121,800	2,575,364	2,567,289	3,125,339	3,075,294
Reformatory for Men	2,033,985	2,536,554	2,528,398	3,354,463	3,297,259
Correctional Institution for Women	217,076	288,418	292,085	397,482	396,788
State Training School for Boys		36,000		77,500	
Minnesota Home School		20,000		51,400	
Youth Conservation Camps	613,988	767,260	781,156	1,022,130	1,025,847
State Institutions Contingent Fund for Food		250,000		250,000	
Minnesota Residential Treatment Center		23,000		69,266	
Education	205,500	535,000	400,000	753,094	748,478
State College Board	14,118,863	21,361,357	23,675,788	33,777,276	36,213,648
University of Minnesota	51,502,218	60,310,017	68,064,074	81,012,801	88,149,858
Nursing Scholarships	100,000	125,000	125,000	125,000	125,000
School Aid for Non-Tax Areas	48,000	48,000	48,000	48,000	48,000
Junior College Board	4,087,647	7,165,136	7,659,975	12,570,356	15,080,864
Higher Education Coordinating Committee	49,125	195,000	150,000	321,617	293,605
Liason Committee Combined	60,000				
Inter-Institution Educational Television		350,000		385,000	125,000
State Scholarships			250,000	1,000,000	1,750,000
TRA Supplemental Retirement Appropriation		22,300		15,105	15,492
Workmen's Compensation	614,477		675,555		
Unemployment Compensation	209,158		198,362		
Claims	228,141		144,436		
Insurance & Health Benefits Plan	50,000				
Legislative Interim Commission	122,500				
Aid to Fire Departments	1,086,935	1,189,803	1,309,066	1,450,000	1,550,000
Surcharge for Firemen's Relief	215,484	241,142	255,000	270,000	285,000
Revenue Refunds	293,672	430,579	200,000	200,000	200,000
Military Forces Emergency	19,340	53,077	4,974		
Administration-Highway Bldg. Acquisition	20,000	20,000			

GENERAL REVENUE FUND - NONDEDICATED RECEIPTS (CONT.)

	1966-67	1967-68	1968-69	1969-70	1970-71
Bond Sales-Expense & Collection Fees	3,470	3,206	3,000	3,000	3,000
Employer Contributions for Retirement	797,020	173,865	561,283		
Dairy & Marketing Research	125,000	125,000	125,000	125,000	125,000
College Board - E.O.A.	104,846	121,723	217,310	333,323	384,467
Junior College Board - E.O.A.	82,000	170,000	33,692	50,000	73,700
Tax Relief on Account of Airports	5,250	5,250	5,250	5,250	5,250
Legislative Retirement	377,320	17,758	20,700	33,700	33,700
Executive Council Emergency	188,501	41,146	4,259		
Supplemental Ret. for State & Junior Colleges				613,805	788,675
Athletic Commission	19,400	15,000	15,000	15,000	15,000
State Employees Insurance	1,645,707	2,173,985	3,257,478		
Abandoned Bank Deposit Escheats	10,799	223	500	500	500
Southwest State College	300,000				
Red River Basin & Related Land Reserves	95,000				
Great Lake Basin Commission	50,000				
Administration-Sales & Use Tax	700,000				
Legislative Retirement Study Commission	4,000	21,000	25,000	25,000	25,000
College Board Doctoral Program	25,000				
Cancelled Warrants Suspense	2,890	8,521	13,173	10,000	10,000
Robert Maybury Compensation	1,200	1,200	500		
Robert A. Weber Compensation	1,200	1,200	1,200	1,200	1,200
Land Acquisition-Fort Snelling State Park		114,156			
Fencing-Fort Snelling State Park		6,500			
State Agency Revolving for P.E.R.A.		30,000			
Peace Officers Training Board		25,000	25,000		
Land Exchange Review Board		35,000	35,000	35,000	35,000
Building Bill		4,068,723			
Purchase of Minnesota Reports		12,500			
Soudan State Park Inspection		500	500	500	500
S.E.R.A. Supplemental		211,247	205,000	202,500	200,000
T.R.A. Supplemental		343,772	324,000	300,000	280,000
P.E.R.A. Supplemental		37,262	39,600	38,000	37,000
Elected Officials		6,458	8,900	18,900	18,900
Appropriations Direct & Open Subtotal	185,693,680	234,011,405	243,488,068	302,322,056	319,093,270
Less Cancellations	10,303,754	7,214,273	5,874,751	4,500,000	4,500,000
Net Appropriation Liability	175,379,926	226,797,131	237,613,317	297,822,056	314,593,270
Free Balance Forward, June 30	64,128,770	58,475,609	58,342,674	28,914,563	(1,293,358)
TOTAL EXPENDITURES AND BALANCES	239,508,696	285,272,740	295,955,991	326,736,619	313,299,911

GENERAL REVENUE FUND - DEDICATED RECEIPTS

ACTUAL AND ESTIMATED RESOURCES	<u>1966-67</u>	<u>1967-68</u>	<u>1968-69</u>	<u>1969-70</u>	<u>1970-71</u>
Reappropriated Balances July 1	3,214				
Receipts - Dedicated:					
Maintenance Changes - Veterans Home	240,366	247,480	265,950	265,950	265,950
Welfare Program Recoveries - State Share	379,128	393,051	393,000	392,000	382,000
State Colleges-Tuition, Fees, etc.	8,138,555	9,526,134	9,956,517	10,905,016	11,839,505
State Junior Colleges-Tuition, Fees, etc.	1,972,986	2,489,482	2,927,310	3,610,185	4,273,278
College Employees' Annuity Contributions	317,089	586,752	797,915	1,010,500	1,160,500
University of Minnesota-Maintenance	26,510,420	28,338,641	28,777,139	29,171,892	30,269,796
University of Minnesota-Hospital Receipts	11,396,042	14,903,544	15,535,758	17,992,119	18,539,993
Departmental Earnings	272,433	333,959	292,113	277,018	285,078
University of Minnesota-Special State	<u>380,271</u>	<u>33,114</u>			
Receipts Subtotal	<u>49,607,293</u>	<u>56,852,161</u>	<u>58,945,703</u>	<u>63,624,680</u>	<u>67,016,100</u>
TOTAL RESOURCES	49,610,507	56,852,161	58,945,703	63,624,680	67,016,100
ACTUAL AND ESTIMATED EXPENDITURES					
Expenditure of Dedicated Receipts and Balances					
Department of Agriculture	154,738	235,602	209,062	223,363	231,423
Division of Forestry	19,554	16,656	19,000	16,500	16,500
Division of State Parks	15,053	13,605	13,347	13,000	13,000
Department of Public Welfare-Recoveries	379,128	393,051	393,000	392,000	382,000
Welfare Institutions	59,695	47,525	28,884	3,735	3,735
Corrections Institutions	14,546	12,676	14,300	12,900	12,900
Veteran's Home Board	223,581	247,480	265,950	265,950	265,950
State College Board	8,138,555	9,500,962	9,932,017	10,905,016	11,839,505
State Junior College Board	1,972,986	2,489,482	2,927,310	3,610,185	4,273,278
College Employees' Tax-sheltered Annuities	317,089	586,752	797,915	1,010,500	1,160,500
University of Minnesota	37,909,677	43,242,186	44,312,897	47,164,011	48,809,789
Civil Service - (testing)	8,845	7,892	7,520	7,520	7,520
University of Minnesota-Special State	<u>380,271</u>	<u>33,114</u>			
Expenditure Subtotal	<u>49,593,723</u>	<u>56,826,990</u>	<u>58,921,203</u>	<u>63,624,680</u>	<u>67,016,100</u>
Transfers to General Revenue	<u>16,784</u>	<u>25,171</u>	<u>24,500</u>		
TOTAL EXPENDITURES	49,610,507	56,852,161	58,945,703	63,624,680	67,161,100

INCOME TAX SCHOOL FUND

ACTUAL AND ESTIMATED RESOURCES

	<u>1966-67</u>	<u>1967-68</u>	<u>1968-69</u>	<u>1969-70</u>	<u>1970-71</u>
Free Balance Forward July 1	43,684,731	77,176,297	36,515,879	(647,270)	28,484,337
Receipts-Dedicated:					
Income Tax-Individual & Fiduciary	289,018,696	315,766,492	364,000,000	418,000,000	473,000,000
Income Tax-Corporation	69,740,122	64,401,598	73,000,000	76,000,000	80,000,000
Iron Ore Occupation Tax	6,277,923	5,086,089	4,400,000	4,000,000	3,600,000
Taconic Occupation Tax	729,894	641,175	720,000	760,000	800,000
Other Income-Dedicated Receipts	26,332	68,815	50,000	50,000	50,000
Receipts Subtotal	365,792,968	385,964,172	442,170,000	498,810,000	557,450,000
Legislative Transfer In					
Property Tax Relief			494,005	8,000,000	8,000,000
Legislative Transfers Out					
Higher Education Transfers	(15,147,865)	(82,630,168)	(94,972,693)	(116,535,053)	(127,900,926)
General Revenue Fund	(47,094,326)	(20,011,757)	(20,000,000)		
Property Tax Relief Fund		(26,150,419)	(31,000,000)	(6,700,000)	(7,100,000)
Appropriation Transfers			(6,582)		
Net Transfers Subtotal	(62,242,191)	(127,792,346)	(145,485,270)	(115,235,053)	(127,000,926)
Receipts Less Legislative Transfers	303,550,776	257,171,825	296,684,730	383,574,948	430,449,074
TOTAL RESOURCES	347,235,508	334,348,123	333,200,609	382,927,677	458,933,411

ACTUAL AND ESTIMATED EXPENDITURES

Legislative Appropriations-Direct:

Aid to Common School Districts	50,000	50,000	50,000	50,000	50,000
Administration-Payroll Preparation, etc.	38,289	107,372	46,026	16,228	16,588
Department of Taxation	3,549,640	4,434,322	4,468,296	5,259,268	5,320,359
Faribault School and Hospital	489,195	615,653	658,214	754,065	778,187
Cambridge School and Hospital	553,826	676,207	717,240	815,387	840,748
Owatonna State School	959,674	1,160,345	1,180,458	1,379,885	1,432,738
Braille and Sight Saving School	394,014	493,733	509,081	580,986	602,524
School for the Deaf	816,777	981,554	1,001,076	1,224,979	1,269,574
Gillette Hospital for Crippled Children	1,042,772	1,208,369	1,212,392	1,407,940	1,454,895
State Training School For Boys	1,132,422	1,515,736	1,500,861	1,901,369	1,964,301
Home School For Girls	725,544	964,126	984,563	1,297,969	1,354,740
Minnesota Residential Treatment Center	1,945,027	2,466,147	2,570,346	3,278,214	3,436,706

INCOME TAX SCHOOL FUND (Cont.)

	<u>1966-67</u>	<u>1967-68</u>	<u>1968-69</u>	<u>1969-70</u>	<u>1970-71</u>
Department of Education	2,614,444	3,111,410	3,429,710	4,896,717	5,002,421
University of Minnesota	40,000	34,400	29,400	22,500	22,500
Aid to Public School Districts	197,658,548	219,845,865	240,230,091	250,589,833	261,471,452
Aid to Public School Districts-Special	456,000			1,000,000	750,000
Gross Earnings Aid To Schools	1,600,000	1,520,000	1,560,000	1,705,000	1,780,000
Exempt Land-Special School Aid	375,000	375,000	375,000	375,000	375,000
Aid to Certain School Districts	120,000	120,000	120,000	120,000	120,000
School Census Aid	8,722,420	8,857,290	9,000,000	9,000,000	9,000,000
Attributable Cost	262,738	255,640	312,719	265,800	266,600
Income Tax Refunds	46,605,319	49,538,666	56,000,000	61,000,000	66,000,000
Unemployment Compensation	13,189		13,404		
Workmen's Compensation	57,810		49,126		
Military Land School Aid	1,437	1,862	2,047	2,200	2,200
Insurance Program	195,415	101,465	284,834		
Retirement Contributions	34,473	5,230	42,992		
Teachers Professional Practices		10,000			
Property Tax Relief Credits			8,000,000	8,000,000	8,000,000
Appropriations Direct and Open Subtotal	270,453,974	298,450,394	334,347,879	354,943,340	371,311,533
Less Cancellations	(394,763)	(618,150)	(500,000)	(500,000)	(500,000)
Net Appropriation Liability	270,059,210	297,832,244	333,847,879	354,443,340	370,811,533
Free Balance Forward June 30	<u>77,176,297</u>	<u>36,515,879</u>	<u>(647,270)</u>	<u>28,484,337</u>	<u>88,121,878</u>
TOTAL EXPENDITURES AND BALANCES	347,235,508	334,348,123	333,200,609	382,927,677	458,933,411

BUILDING FUND

ACTUAL AND ESTIMATED RESOURCES	1966-67	1967-68	1968-69	1969-70	1970-71
Free Balance Forward July 1	63,668,152	36,910,743	33,872,440	19,135,946	63,594,948
Receipts - Dedicated:					
Property Tax for Debt Service	7,038,569	5,785,092			
Property Tax Relief			7,000,000	7,000,000	7,000,000
Sale of General Obligation Bonds		30,000,000	33,790,000	88,927,911	
Federal Grants	605,080*	5,617,978*	4,800,000*	5,750,000*	
Receipts from Political Sub-Divisions		15,000			
Hill Burton Grant - Dept. of Health		786,558	752,075		
Refunds and Miscellaneous	6,740	2,211			
Receipts Subtotal	7,045,309	36,588,860	41,542,075	95,927,911	7,000,000
Transfer- In		485,576			
TOTAL RESOURCES	70,713,461	73,985,179	75,414,515	115,063,857	70,594,948

ACTUAL AND ESTIMATED EXPENDITURES

Expenditure of Dedicated Receipts and Balances					
Department of Administration	18,798,517	22,426,316	30,000,000	26,671,500	26,671,500
State College Board	1,470,578	1,464,760	1,500,000	2,900,000	2,900,000
University of Minnesota	8,810,334	9,352,439	17,735,006	14,892,409	14,892,409
Redemption of Debt-Bond Principal	2,756,000	5,357,000	5,357,000	5,357,000	5,357,000
Interest on Debt	1,652,270	1,478,555	1,643,000	1,643,000	1,643,000
Bond Expense	4,813	4,334	5,000	5,000	5,000
Adjutant General	2,542				
Conservation	21,187	29,335	38,563		
Federal Grants	605,080*	5,617,978*	4,800,000*	5,750,000*	
Expenditure Subtotal	33,516,241	40,112,739	56,278,569	51,468,909	51,468,909
Transfer-Out	286,477				
Free Balance Forward June 30:					
Building Service	34,767,093	66,573,587	16,935,946	61,194,948	16,726,039
Debt. Service Account	2,143,650	(32,701,147)	2,200,000	2,400,000	2,400,000
TOTAL EXPENDITURES, TRANSFERS AND BALANCE	70,713,461	73,985,179	75,414,515	115,063,857	70,594,948

* Federal Grant amounts are excluded from amounts above; they are included in the Federal Funds statements.

BOND FUND

ACTUAL AND ESTIMATED RESOURCES

	<u>1966-67</u>	<u>1967-68</u>	<u>1968-69</u>	<u>1969-70</u>	<u>1970-71</u>
Free Balance Forward July 1	5,405,435	9,689,012	6,274,371		
Receipts-Dedicated:					
Property Tax for Debt Service	15,285,556	9,096,246	43,995	8,000	6,000
Income from Temporary Investments	323,363	659,581	208,200		
Premiums and Accrued Interest on Bonds Sold		17,977	96		
Other	800				
Receipts Subtotal	<u>15,609,719</u>	<u>9,773,804</u>	<u>252,292</u>	<u>8,000</u>	<u>6,000</u>
Transfers From:					
Miscellaneous	493,923	424			
State Airports Fund	469,835	471,280	476,930	467,940	468,950
Employment Security Building Account	97,942	97,942	103,567	281,217	275,398
School Loan Accounts	1,796,185	766,427	1,178,513	840,000	980,000
Property Tax Relief For Debt Service			<u>5,465,732</u>	<u>13,420,260</u>	<u>12,993,248</u>
TOTAL RESOURCES	23,873,042	20,798,891	13,751,407	15,017,417	14,723,597

ACTUAL AND ESTIMATED EXPENDITURES

Expenditure of Dedicated Receipts and Balances					
Redemption of State Bonds	8,578,000	8,588,000	8,598,000	10,178,000	10,188,000
Interest on State Bonds	5,604,940	5,936,520	5,153,407	4,839,417	4,535,597
Other	<u>1,089</u>				
Expenditure Subtotal	14,184,030	14,524,520	13,751,407	15,017,417	14,723,597
Free Balance Forward June 30	<u>9,689,012</u>	<u>6,274,371</u>			
TOTAL EXPENDITURES AND BALANCES	23,873,042	20,798,891	13,751,407	15,017,417	14,723,597

MISCELLANEOUS SPECIAL REVENUE FUND*

ACTUAL AND ESTIMATED RESOURCES

	<u>1966-67</u>	<u>1967-68</u>	<u>1968-69</u>	<u>1969-70</u>	<u>1970-71</u>
Free Balance Forward July 1	15,928,691	10,683,885	6,504,942	6,982,628	4,972,097
Receipts-Dedicated:					
Gasoline Tax-Motorboat	428,306	435,853	433,000	433,000	433,000
Departmental Earnings, Permits and Licenses	3,092,585	2,994,573	3,180,891	3,290,977	3,315,883
Examining Boards Earnings	1,222,436	1,550,077	1,575,000	1,590,000	1,590,000
Sale of Land and Buildings	10,142	5,622	5,010	5,010	5,010
Sale of Timber, etc.	430,575	349,976	436,335	434,835	434,835
Sale of Livestock	68,827	114,204	150,000	5,000	5,000
Permanent School Fund Income	10,129,467	10,431,585	10,706,600	10,981,600	11,255,600
Repayment and Interest on School Loans	877,799	2,447,938	2,940,500	1,020,000	1,400,000
Interest on Temporary Investments	68,493	165,101	224,445	4,210	4,210
Sale of General Obligation Bonds			2,520,000		
Object of Private Trusts	34,529	57,633	84,000	114,200	114,300
Interest and Penalties	54,930	43,900	73,200	58,000	58,000
All Other	7,647	3,663	5,450	5,450	5,450
Receipts Subtotal	<u>16,425,742</u>	<u>18,600,130</u>	<u>22,334,432</u>	<u>17,942,282</u>	<u>18,621,288</u>
TOTAL RESOURCES	32,354,433	29,284,015	28,839,375	24,924,910	23,593,385

ACTUAL AND ESTIMATED EXPENDITURES

Expenditure of Legislative Appropriation:					
Division of Game and Fish	273,412	270,652	342,000	342,000	342,000
Expenditure of Dedicated Receipts and Balances:					
Department of Administration	48,572	74,828	54,026	66,442	66,017
Secretary of State	495,665	577,095	667,679	759,725	792,316
Department of Military Affairs	17,916	22,851	42,153		
Division of Banking	15,000	15,000	15,000	15,000	15,000
Division of Insurance	12,843	11,095	12,500	12,500	12,500
Division of Securities-Real Estate Section	107,814	118,215	139,067	142,284	147,498
Public Service Commission	481,311	366,422	382,488	409,547	418,796
Department of Labor and Industry	16,138	18,693	21,100	34,358	35,301
Examining Boards	1,167,632	1,334,332	1,385,000	1,400,000	1,400,000
Department of Agriculture	466,731	529,126	629,189	678,234	694,868
Conservation Administration-Boat and Water Safety	357,081	418,812	397,649	401,936	409,069
Employment Security Contingent	2,820	1,402	44,692		
Employment Security Building Fund	1,425,071	1,374,383	235		

MISCELLANEOUS SPECIAL REVENUE FUND* (cont.)

	<u>1966-67</u>	<u>1967-68</u>	<u>1968-69</u>	<u>1969-70</u>	<u>1970-71</u>
School Loan Committee	364,464	4,809,057	4,007,527	2,091,825	41,825
Division of Forestry	291,103	393,695	262,700	547,744	489,569
Division of Lands and Minerals	66,806	79,718	149,466	167,903	174,809
Division of Game and Fish	75,302	132,254	200,091	179,893	179,913
Division of State Parks	274,112	183,938	477,299	348,000	348,000
Department of Health	91,634	86,138	98,499	101,841	104,579
Department of Public Welfare	36,948	39,972	35,000	3,530	3,530
Department of Corrections	1,718	19,594	50,500	80,500	80,500
Endowment School Apportionment	10,182,192	10,441,526	10,725,548	10,998,835	11,272,835
Debt and Interest (Division of Parks)	105,768				
Rural Credit	<u>78,323</u>				
Expenditure Subtotal	16,453,387	21,318,808	20,139,408	18,782,097	17,028,925
Transfers to General Revenue Fund	3,331,505	595,893	538,824	330,716	304,554
Transfers to Bond Fund	1,811,023	864,370	1,178,513	840,000	980,000
Transfers to Highway User Fund	74,632				
Free Balance Forward June 30	<u>10,683,885</u>	<u>6,504,942</u>	<u>6,982,628</u>	<u>4,972,097</u>	<u>5,279,905</u>
TOTAL EXPENDITURES, TRANSFERS AND BALANCES	32,354,433	29,284,015	28,839,375	24,924,910	23,593,385

*This statement does not include the following account groups which are incorporated in separate fund statements: Iron Range Resources and Rehabilitation, Soldiers Relief, State Airports, and Natural Resources.

Note: Receipts and expenditures are net of temporary investment maturities and reinvestments.

IRON RANGE RESOURCES AND REHABILITATION COMMISSION

ACTUAL AND ESTIMATED RESOURCES	<u>1966-67</u>	<u>1967-68</u>	<u>1968-69</u>	<u>1969-70</u>	<u>1970-71</u>
Free Balance Forward July 1	1,003,027	1,082,678	991,557	768,095	670,921
Receipts-Dedicated:					
Occupation Tax on Iron Ore	783,982	635,287	600,000	500,000	450,000
Revenue From Use of Property	171,517	26,609	33,335	44,925	50,806
Farm and Garden Crops	406	307	300	300	300
Sale of Lands, Buildings and Equipment	904	727	5,031	5,000	5,000
Reduction of Priors Years Expenditure	146	395			
Federal Grants	<u>242,143*</u>	<u>267,002*</u>	<u>131,926*</u>	<u>63,190*</u>	
Receipts Subtotal	<u>956,957</u>	<u>663,326</u>	<u>638,667</u>	<u>550,225</u>	<u>506,106</u>
TOTAL RESOURCES	1,959,984	1,746,004	1,630,224	1,318,320	1,177,027

ACTUAL AND ESTIMATED EXPENDITURES

Expenditure of Legislative Appropriations:					
Commission on Taxation and Production of Iron Ore		25,000		25,000	
University of Minnesota	80,000	150,000	150,000	150,000	150,000
Expenditure of Dedicated Receipts and Balances:					
Iron Range Resources and Rehabilitation Commission	<u>796,973</u>	<u>578,933</u>	<u>702,228</u>	<u>471,999</u>	<u>504,424</u>
Expenditure Subtotal	<u>876,973</u>	<u>753,933</u>	<u>852,228</u>	<u>646,999</u>	<u>654,424</u>
Transfers to General Revenue Fund	333	514	300	400	400
Game and Fish Aid			9,600		
Free Balance Forward June 30	<u>1,082,678</u>	<u>991,557</u>	<u>768,095</u>	<u>670,921</u>	<u>522,203</u>
TOTAL EXPENDITURES, TRANSFERS AND BALANCES	1,959,984	1,746,004	1,630,224	1,318,320	1,177,027

*Federal grant receipts are not included in receipt total in this fund statement, but are included in the Federal Fund statement

GAME AND FISH FUND

ACTUAL AND ESTIMATED RESOURCES	<u>1966-67</u>	<u>1967-68</u>	<u>1968-69</u>	<u>1969-70</u>	<u>1970-71</u>
Free Balance Forward July 1	1,377,231	1,944,693	1,369,316	1,353,344	1,254,165
Receipts-Dedicated:					
Fines and Seizures	55,993	78,459	79,000	79,000	79,000
Occupational Licenses	129,925	128,498	145,000	145,000	145,000
Non-Occupational Licenses	5,086,935	5,279,513	5,205,465	5,205,465	5,205,465
Proposed Increase-Non-Occupational Licenses				1,592,280	2,599,155
Rents and Miscellaneous	59,793	55,139	58,000	58,000	58,000
Sale of Fish, etc.	79,412	71,594	65,000	65,000	65,000
Federal Grants	<u>907,180*</u>	<u>797,664*</u>	<u>980,000*</u>	<u>980,000*</u>	<u>980,000*</u>
Receipts Subtotal	<u>5,412,060</u>	<u>5,613,206</u>	<u>5,552,465</u>	<u>7,144,745</u>	<u>8,151,620</u>
TOTAL RESOURCES	6,789,291	7,557,899	6,921,781	8,498,089	9,405,785
ACTUAL AND ESTIMATED EXPENDITURES					
Expenditure of Legislative Appropriation:					
Department of Conservation-Administration	587,698	536,611	498,058	627,945	650,119
Division of Game and Fish	4,863,972	6,362,840	6,080,980	5,275,009	5,025,935
Division of Law Enforcement				2,304,070	2,285,135
Game and Fish Contingent		100,000		100,000	
Legislative Claims	5,917	5,400	10,000		10,000
Bounty Claims Repayment	65,617				
State Agency Revolving	6,340	6,298	6,594	6,900	7,200
Unemployment Compensation	43,973		45,000		45,000
Workmen's Compensation			45		
Open Appropriation-Insurance Plan	179,536	141,760	125,761		
Public Hunting Grounds-County	51,787	53,675	55,000	60,000	60,000
Auditors and Agents Refunds	12,000				
Cancellations	(120,072)	(255,761)	(329,500)	(200,000)	(200,000)
Less Transfers In	<u>(907,180)</u>	<u>(797,664)</u>	<u>(980,000)</u>	<u>(980,000)</u>	<u>(980,000)</u>
Expenditure Subtotal	4,789,588	6,153,159	5,511,937	7,193,924	6,903,389
Transfer to General Revenue Fund	55,010	35,423	56,500	50,000	50,000
Free Balance Forward June 30	<u>1,944,693</u>	<u>1,369,316</u>	<u>1,353,344</u>	<u>1,254,165</u>	<u>2,452,396</u>
TOTAL EXPENDITURES, TRANSFERS AND BALANCES	6,789,291	7,557,899	6,921,781	8,498,089	9,405,785

*Federal Grant receipts are not included in this fund statement but are included in the Federal Fund Statement.

NATURAL RESOURCES FUND

ACTUAL AND ESTIMATED RESOURCES

	<u>1966-67</u>	<u>1967-68</u>	<u>1968-69</u>	<u>1969-70</u>	<u>1970-71</u>
Free Balance Forward July 1	(3,125,276)	1,120,602	(3,631,128)	944,703	(3,764,367)
Receipts-Dedicated:					
Cigarette Tax	3,968,406	3,947,390	3,960,000	3,960,000	3,960,000
Other Receipts	468	1,512			
Federal Grants	<u>14,231</u>				
TOTAL RESOURCES	843,598	5,069,505	328,871	4,904,703	195,632

ACTUAL AND ESTIMATED EXPENDITURES

Expenditure of Legislative Appropriation:

Recommendation to be detailed later				8,700,000	
Minnesota Outdoor Recreation Resources Commission		125,000			
Department of Taxation		59,069		68,471	
Department of Economic Development		50,000			
State Planning Agency		110,500			
University of Minnesota		539,360			
Minnesota Historical Society		418,052			
Department of Conservation-Natural Resources		2,375,000			
Governor-Legislative Advisory Commission		5,000			
Department of Administration		5,359,000			
Unemployment Compensation	450		1,826		
Workmen's Compensation	222		18,105		
Less Transfers In	<u>(285,864)</u>	<u>(340,898)</u>	<u>(645,580)</u>	<u>(100,000)</u>	<u>(100,000)</u>
Expenditure Subtotal	(285,192)	8,700,082	(625,649)	8,668,471	(100,000)
Transfer to General Revenue Fund	8,187	551	9,817	600	8,600
Free Balance Forward June 30	<u>1,120,602</u>	<u>(3,631,128)</u>	<u>944,703</u>	<u>(3,764,367)</u>	<u>287,032</u>
TOTAL EXPENDITURES, TRANSFERS, AND BALANCES	843,598	5,069,505	328,871	4,904,703	195,632

*Federal grant receipts and expenditures are not included in totals in this fund statement but are in the Federal Fund statement.

CONSOLIDATED CONSERVATION AREAS FUND

ACTUAL AND ESTIMATED RESOURCES

	<u>1966-67</u>	<u>1967-68</u>	<u>1968-69</u>	<u>1969-70</u>	<u>1970-71</u>
Free Balance Forward July 1	116,449	168,922	151,010	181,527	207,379
Receipts-Dedicated:					
Use of Property	4,068	3,529	2,600	2,600	2,600
Sale of Natural Resources Increment	138,012	94,889	129,000	141,000	177,000
Sale of Real Property	37,440	49,024	48,700	48,700	48,700
Interest and Miscellaneous	<u>9,214</u>	<u>8,933</u>	<u>9,405</u>	<u>9,405</u>	<u>9,405</u>
Receipts Subtotal	<u>188,735</u>	<u>156,377</u>	<u>189,705</u>	<u>201,705</u>	<u>237,705</u>
TOTAL RESOURCES	305,185	325,300	340,715	383,232	445,084

ACTUAL AND ESTIMATED EXPENDITURES

Expenditures of Legislative Appropriations:					
Legislative Claims	52,379				
Expenditures of Dedicated Receipts and Balances:					
Consolidated Conservation Areas	4,267	4,921	6,000	6,000	6,000
Distribution to Counties	80,035	94,367	78,188	94,852	100,852
Less Transfers In	<u>(419)</u>	<u>-----</u>	<u>-----</u>	<u>-----</u>	<u>-----</u>
Expenditures Subtotal	136,262	99,289	84,188	100,852	106,852
Transfers to General Revenue Fund		75,000*	75,000*	75,000*	
Free Balance Forward June 30	<u>168,922</u>	<u>151,010</u>	<u>181,527</u>	<u>207,379</u>	<u>338,232</u>
TOTAL EXPENDITURES TRANSFERS, AND BALANCES	305,185	325,300	340,715	383,232	445,084

*Obligations for fiscal years ending 6-30-65, 6-30-67, and 6-30-69.

STATE AIRPORTS FUND

ACTUAL AND ESTIMATED RESOURCES

	<u>1966-67</u>	<u>1967-68</u>	<u>1968-69</u>	<u>1969-70</u>	<u>1970-71</u>
Free Balance Forward July 1	4,138,461	3,769,053	861,014	1,832,048	222
Receipts-Dedicated:					
Flight Property Tax	769,306	918,528	1,193,500	1,400,000	1,300,000
Aviation Fuel Tax	4,798,843	8,088,996	9,400,000	11,400,000	13,200,000
Aircraft Registration Tax	258,897	388,896	385,000	426,000	410,000
Airmen Registration	5,342	2,613	8,000	2,800	8,000
Aircraft Dealers Plates	375	335	400	400	400
Sale of Property	22,058	27,514	64,374	61,000	95,000
Income from Investments	147,656	133,364	150,000	120,000	140,000
All Other		447			
Runway Striping			17,000	16,575	16,575
Hangar Rental (new)				1,680	2,520
Use of Aircraft (new)				34,930	48,600
Receipts Subtotal	<u>6,002,479</u>	<u>9,561,025</u>	<u>11,218,274</u>	<u>13,463,385</u>	<u>15,221,095</u>
TOTAL RESOURCES	10,140,941	13,330,078	12,079,288	15,295,433	15,221,317

ACTUAL AND ESTIMATED EXPENDITURES

Expenditures of Legislative Appropriations:					
Department of Aeronautics	1,130,917	4,691,184	1,552,102	6,828,209	2,043,580
Independent School District No. 16, Anoka County	9,750	9,750	9,750	9,750	9,750
Cancellations	4,398	551			
Expenditure of Dedicated Receipts and Balances:					
Department of Aeronautics - Hangar Revolving	81,543		118,159	60,000	70,000
Revenue Refunds-Aviation Fuel Tax	3,818,565	6,641,910	8,400,000	10,200,000	11,700,000
Department of Aeronautics (Investments)	2,724,407	2,727,456	2,200,000	(975,000)	525,000
Less Transfers In	<u>(1,879,931)</u>	<u>(2,076,833)</u>	<u>(2,528,477)</u>	<u>(1,300,000)</u>	<u>(1,350,000)</u>
Expenditure Subtotal	5,889,651	11,994,018	9,751,534	14,822,959	12,998,330
Transfer to General Revenue Fund	7,881	3,765	18,775	4,312	4,312
Transfer to Bond Fund	469,835	471,280	476,930	467,940	468,950
Transfer to Gift Fund	4,520				
Free Balance Forward June 30	<u>3,769,053</u>	<u>861,014</u>	<u>1,832,048</u>	<u>222</u>	<u>1,749,725</u>
TOTAL EXPENDITURE, TRANSFERS AND BALANCES	10,140,941	13,330,078	12,079,288	15,295,433	15,221,317

*The balances shown include temporary investments, and the receipts and expenditures are net of temporary maturities and reinvestments

TRUNK HIGHWAY FUND

ACTUAL AND ESTIMATED RESOURCES

	<u>1966-67</u>	<u>1967-68</u>	<u>1968-69</u>	<u>1969-70</u>	<u>1970-71</u>
Free Balance Forward July 1	32,266,433	(6,141,009)	(446,752)	4,720,831	5,856,406
Receipts-Dedicated:					
Statutory Fines	627,598	774,165	750,000	800,000	850,000
Drivers License Fees	1,920,074	2,339,135	2,000,000	2,150,000	2,250,000
Miscellaneous	3,245,687	5,670,091	4,496,276	3,000,000	3,000,000
Interest on Investments	3,203,731	3,592,052	3,500,000	3,500,000	3,500,000
City Bond Sale Advances	2,480,000	3,500,000	4,500,000	900,000	
Sale of Highway Bonds		20,000,000	20,000,000	20,000,000	20,000,000
Federal Aid	92,800,789*	113,692,185*	113,354,740*	112,176,619*	106,565,669*
Accrual of Federal Aid	<u>(14,289,929)*</u>	<u>(376,994)*</u>	<u>52,780,373*</u>		
Receipts Subtotal	11,477,090	35,875,443	35,246,276	30,350,000	29,600,000
Transfers from Highway User Tax Fund	<u>86,615,556</u>	<u>100,657,193</u>	<u>105,132,020</u>	<u>110,418,634</u>	<u>113,479,951</u>
TOTAL RESOURCES	130,359,079	130,391,627	139,931,544	145,489,465	148,936,357

ACTUAL AND ESTIMATED EXPENDITURES

Expenditure of Legislative Appropriations:

Department of Highways	11,396,570	17,956,550	14,180,808	23,275,012	19,117,222
Highway Safety Account	192,000	360,000	360,000	360,000	360,000
Legislative Claims	75,757		80,000		
Mississippi River Parkway Commission	5,000	5,000	5,000	5,000	5,000
Department of Health	12,449	19,827	19,717	77,002	78,668
Department of Education				52,834	51,820
Bureau of Criminal Apprehension				99,500	103,000
Minnesota Safety Council		40,000	40,000	40,000	40,000
State Agency Revolving	2,425	2,667	2,667	3,000	3,000
Expenditure of Dedicated Receipts:					
Highway Rest Areas		980,000	500,000	1,889,350	
Construction and Maintenance Operations	57,523,756	55,475,644	59,060,000	64,367,045	66,962,155
Engineering Standards		2,205,447	2,551,065	3,069,116	3,218,554
Planning and Programming		1,669,149	1,972,600	2,097,219	2,141,661
Construction	141,157,268	160,723,094	217,344,949	150,000,000	150,000,000
Debt and Interest	4,172,109	4,513,844	4,810,150	5,574,600	7,328,600
Patrol Fine Expense	14,998	17,500	25,000	25,000	25,000
Cancellations	(283,874)	(385,890)	(357,300)		
Federal Aid	(78,510,860)	(113,315,191)	(166,135,113)	(112,176,619)	(106,565,669)
Less Transfers In	<u>(6,498)</u>	<u>(163,976)</u>	<u>(100,000)</u>		
Expenditure Subtotal	135,751,100	130,103,665	134,359,543	138,758,059	142,869,011
Transfer to General Revenue	748,988	734,714	851,170	875,000	875,000
Free Balance Forward June 30	<u>(6,141,009)</u>	<u>(446,752)</u>	<u>4,720,831</u>	<u>5,856,406</u>	<u>5,192,346</u>
TOTAL EXPENDITURES, TRANSFERS AND BALANCES	130,359,079	130,391,627	139,931,544	145,489,465	148,936,357

*Federal aid receipts and accruals are excluded from totals shown above but are in the Federal Fund statement.

HIGHWAY USER TAX FUND AND COUNTY AND MUNICIPAL STATE AID FUNDS

ACTUAL AND ESTIMATED RESOURCES

	<u>1966-67</u>	<u>1967-68</u>	<u>1968-69</u>	<u>1969-70</u>	<u>1970-71</u>
Free Balance Forward July 1	46,772,330	48,202,941	57,354,608	66,964,018	77,095,960
Receipts-Dedicated:					
Gasoline Tax	97,886,738	117,640,618	124,000,000	129,000,000	134,000,000
Motor Vehicle Tax	55,274,575	58,808,279	61,485,000	64,888,250	67,115,000
Interest on Investments	1,830,667	1,948,463	2,100,000	2,150,000	2,150,000
Miscellaneous Income	<u>9,528</u>	<u>448</u>			
Receipts Sub-total	155,001,509	178,397,809	187,585,000	196,038,250	203,265,000
Less Transfer to Trunk Highway Fund	(86,615,556)	(100,657,193)	(105,132,020)	(110,418,634)	(113,479,951)
Less Transfer to Department of Conservation	<u>(428,306)</u>	<u>(428,853)</u>	<u>(435,000)</u>	<u>(435,000)</u>	<u>(435,000)</u>
TOTAL RESOURCES	114,729,976	125,514,704	139,372,588	152,148,634	166,446,009

ACTUAL AND ESTIMATED EXPENDITURES

Expenditures of Legislative Appropriations					
Motor Vehicle Division	2,634,068	2,846,069	3,057,990	2,768,154	3,036,955
Motor Vehicle Contingent		25,000		25,000	
Postage Contingent		115,000			
Highway Interim Commission	25,000				
Legislative Claims	5,086				
Workmen's Compensation	9,308		498		
Unemployment Compensation	119		574		
Driver Improvement Training	10,000				
State Agency Revolving	125	137	137	150	150
Expenditures of Dedicated Receipts and Balances:					
County Construction, Maintenance, etc.	40,538,352	40,929,398	42,239,900	43,902,900	45,420,900
Municipal Construction, Maintenance, etc.	11,877,786	12,586,059	13,640,470	14,640,470	15,640,470
Revenue Refunds-Gasoline Tax	9,981,753	10,973,314	12,000,000	13,000,000	14,000,000
Revenue Refunds-Motor Vehicle Tax	611,239	624,645	630,000	640,000	640,000
Cancellations	(19,428)	(11,620)	(25,000)		
Less Transfers In	<u>(15,130)</u>	<u>(15,826)</u>	<u>(16,000)</u>	<u>(16,000)</u>	<u>(16,000)</u>
Expenditure Subtotal:	65,658,282	68,072,177	71,528,569	74,960,674	78,722,475
Transfers to General Revenue Fund:					
Administrative Service Charges, etc.	104,968	87,918	90,000	92,000	94,000
Cost of Collection of Gasoline Tax	728,399		750,000		1,000,000
Mailing Gas Tax Refunds	35,384		40,000		50,000
Free Balance Forward June 30	<u>48,202,941</u>	<u>57,354,608</u>	<u>66,964,018</u>	<u>77,095, '60</u>	<u>86,579,534</u>
TOTAL EXPENDITURES, TRANSFERS, AND BALANCES	114,729,976	125,514,704	139,372,588	152,148,634	166,446,009

SOLDIERS RELIEF FUND

ACTUAL AND ESTIMATED RESOURCES	<u>1966-67</u>	<u>1967-68</u>	<u>1968-69</u>	<u>1969-70</u>	<u>1970-71</u>
Free Balance Forward July 1	27,864	16,724			
Receipts-Dedicated:					
Property Tax-1/10 Mill Levy	<u>172,924</u>	<u>61</u>			
TOTAL RESOURCES	200,789	16,786			
ACTUAL AND ESTIMATED EXPENDITURES					
Expenditure of Legislative Appropriation:					
Soldiers Home Board	45,000				
Expenditure of Dedicated Receipts and Balances:					
Soldiers Home Board	<u>129,065</u>				
Expenditure Subtotal	174,065				
Transfers Out-General Revenue	10,000	16,786*			
Free Balance Forward June 30	<u>16,724</u>	<u> </u>			
TOTAL EXPENDITURES AND BALANCES	200,789	16,786			

*This fund was abolished as of June 30, 1967 with all remaining balances cancelled to General Revenue Fund.

TRUST FUNDS

ACTUAL AND ESTIMATED RESOURCES

	<u>1966-67</u>	<u>1967-68</u>	<u>1968-69</u>	<u>1969-70</u>	<u>1970-71</u>
Free Balance Forward July 1	145,801	113,066	199,481	235,601	369,900
Receipts-Dedicated:					
Iron Ore Royalties	1,518,725	1,128,028	1,431,931	1,865,050	2,003,350
Other Income From Trust Fund Lands	357,905	285,090	359,975	357,725	357,925
Amortization of Discounts on Sales, Premiums	60,950	53,488	50,020	50,020	50,020
Income From Investments, etc.	184,154	123,180	109,136	106,267	106,267
Object of Private Trust		77,516			
Receipts Subtotal	<u>2,121,736</u>	<u>1,667,305</u>	<u>1,951,062</u>	<u>2,379,062</u>	<u>2,517,562</u>
TOTAL RESOURCES	2,267,537	1,780,371	2,150,544	2,614,663	2,887,462

ACTUAL AND ESTIMATED EXPENDITURES

Expenditures Dedicated Receipts and Balances:

Permanent School Fund	1,864,119	1,113,298	1,360,469	1,413,000	1,416,400
Internal Improvement Land Fund	8,111	518	500	500	500
Institutional Trust Funds	23,107	65,621	2,440	2,440	2,440
State College Trust Funds	16,624	9,192	13,874	9,208	9,063
Remitted to University of Minnesota	<u>242,508</u>	<u>392,259</u>	<u>537,658</u>	<u>819,615</u>	<u>1,036,815</u>
Expenditure Subtotal	2,154,470	1,580,890	1,914,942	2,244,763	2,465,218
Reappropriated Balance June 30:					
Permanent Trust Funds	100,675	163,783	197,281	327,161	374,941
Institutional and State College Trust Funds	<u>12,390</u>	<u>35,697</u>	<u>38,320</u>	<u>42,738</u>	<u>47,302</u>
TOTAL EXPENDITURES AND BALANCES	2,267,537	1,780,371	2,150,544	2,614,663	2,887,462

INVESTMENTS: (Not Included Above)

Permanent School Fund	263,816,129	264,578,122	265,938,591	267,351,591	268,767,991
Internal Improvement Land Fund	434,500	434,500	435,000	435,500	436,000
Institutional and State College Trust Fund	317,264	367,213	367,213	367,213	367,213

Note: Receipts and expenditures shown above are net of investment maturities and sales.

AGENCY FUNDS*

ACTUAL AND ESTIMATED RESOURCES

	<u>1966-67</u>	<u>1967-68</u>	<u>1968-69</u>	<u>1969-70</u>	<u>1970-71</u>
Free Balance Forward July 1	24,118,118	22,616,448	26,588,928	28,680,351	29,725,394
Receipts-Dedicated:					
Property Tax for Teachers Retirement	15,774,021	14,383,661			
Special Taxes Redistributed to Local Sub-Divs.					
Gross Earnings Tax on Railroads	1,346,968	1,354,741	1,504,000	1,504,000	1,504,000
Rural Electric Cooperative Tax	24,084	24,765	23,750	23,750	23,750
Bank Excise Tax	4,257,256	6,084,863	6,200,000	6,550,000	6,900,000
Inheritance Tax	2,362,127	3,111,350	2,800,000	2,800,000	2,800,000
Occupation Tax on Taconite	1,637,883	1,359,096	2,228,000	2,357,000	2,392,000
Intoxicating Liquor Tax	4,985,783	5,362,327	5,684,067	6,025,111	6,386,618
Cigarette Tax	6,944,711	6,907,958	7,000,000	7,109,375	7,218,750
Vessel Tonnage Tax	7,380	7,769	8,000	8,000	8,000
Mobile Home Tax	1,606,398	1,965,888	2,160,000	2,227,500	2,362,500
Iron Ore Royalities	217,856	350,160	488,330	339,160	382,560
Sale of Timber, etc.	90,773	107,127	108,850	108,850	108,850
Permits and Licenses	2,215	3,540	3,500	3,500	3,500
Copper-Nickel Royalties	51,667	114,870	39,227	48,300	55,700
Deposits from Other Civil Divisions	9,592,269	10,261,248	10,230,604	10,996,122	11,548,400
Inmates Deposits	2,274,719	2,392,507	2,446,375	2,551,400	2,600,550
Retirement Contributions					
Teachers Retirement Association	9,590,606	11,461,748	12,000,000	13,400,000	14,900,000
State Employees Retirement Association	11,773,968	14,928,970	15,145,000	15,960,000	16,220,000
Public Employees Retirement Association	24,719,084	29,361,439	37,907,000	43,619,220	50,159,000
Highway Patrolmen's Retirement Association	497,549	772,539	717,200	738,000	775,000
State Police Officers' Retirement Fund	208,361	316,291	400,000	500,000	575,000
Judges' Survivors Retirement Compensation	54,164	62,319	65,000	66,000	67,000
College Personnel Supplemental Retirement		363,382	450,000	657,300	842,250
Federal Insurance Contributions	25,570,263	37,326,510	42,000,000	44,000,000	44,000,000
Sale of Stores for Resale	165,268	183,209	178,200	179,400	180,200
All Other	11,573	20,073	16,012	15,920	16,145
Income from Investments	15,281,144	18,110,834	21,789,946	24,522,067	28,033,750
Object of Private Trust	942,345	986,210	1,063,000	871,787	925,722
Receipts Subtotal	<u>139,990,447</u>	<u>167,885,406</u>	<u>172,656,061</u>	<u>187,181,762</u>	<u>200,989,245</u>
TOTAL RESOURCES	164,108,565	190,501,855	199,244,990	215,862,113	230,714,639

AGENCY FUNDS* (Cont.)

ACTUAL AND ESTIMATED EXPENDITURES	<u>1966-67</u>	<u>1967-68</u>	<u>1968-69</u>	<u>1969-70</u>	<u>1970-71</u>
Expenditure of Dedicated Receipts and Balances					
State Public Defender	56,007	59,218	40,383		
Department of Labor and Industry	136,438	229,789	425,762	475,832	476,232
State Planning	88,882	165,057	152,661	201,000	241,000
Division of Waters	22,844	23,837	23,347		
Division of Game and Fish	18,071	35,658	26,625	27,652	30,562
Public Welfare	63,133	81,129	36,260	36,500	36,500
Department of Education	26,476	103	720		
State Colleges	137,155	177,185	182,352		
State Junior College Board	7,764	31,564	21,597	2,500	2,500
Department of Highways	8,828,952	7,774,593	8,700,000	9,500,000	10,000,000
Special Tax Aids to Local Sub-Division Governor	23,779,538	24,779,762	26,720,292	28,267,596	29,315,256
Retirement Associations			50,175		
Teachers	25,046,258	24,704,851	11,000,000	9,662,080	9,940,618
State Employees	15,571,466	18,911,483	20,682,000	21,480,944	22,391,393
Highway Patrolmen	614,316	1,201,721	951,000	1,008,000	1,075,000
State Police Officers	277,591	375,722	477,790	570,905	646,455
Public Employees	29,984,320	35,503,762	45,684,000	52,156,000	60,293,000
Judges Survivors	58,416	77,002	78,000	80,000	82,000
College Personnel Supplemental		222,109	609,544	657,300	842,250
Federal Insurance Contributions	32,878,220	45,182,939	50,000,000	57,237,920	59,959,328
County Medicare Payments Forward	966,102	1,083,817	1,224,667	1,196,660	1,196,624
Return of Deposits	366,801	394,903	424,500	475,000	525,500
Social Welfare (Welfare)	1,867,597	1,988,155	2,175,387	2,149,060	2,179,085
Social Welfare (Corrections)	530,180	613,215	643,602	709,390	720,551
Corrections	485	156	500	500	500
Health		47	16,510	16,510	16,510
State Arts Council	24,000	200	17,800		
All Other	8,505	1,239	58		
Expenditures Subtotal	141,359,529	163,619,228	170,365,535	185,911,349	199,970,864
Transfers to General Revenue	132,586	293,697	199,103	225,369	208,302
Free Balance Forward, June 30	22,616,448	26,588,928	28,680,351	29,725,394	30,535,473
TOTAL EXPENDITURES, TRANSFERS AND BALANCES	164,108,565	190,501,855	199,244,990	215,862,113	230,714,639

*This fund statement does not include the Consolidated Conservation Areas which is presented in a separate fund statement.

REVOLVING FUNDS*

ACTUAL AND ESTIMATED RESOURCES

	<u>1966-67</u>	<u>1967-68</u>	<u>1968-69</u>	<u>1969-70</u>	<u>1970-71</u>
Free Balance Forward July 1	2,434,277	2,514,692	1,765,697	1,580,423	1,275,007
Receipts-Dedicated:					
Service Fees	2,081,656	2,632,807	3,511,437	4,132,200	4,262,400
Sale of Manufactures	198,696	155,187	153,550	153,750	153,750
Stores for Resale	1,383,960	1,482,052	1,638,183	1,762,200	1,789,700
Deposits and Reimbursement for Postage	869,083	1,140,574	1,275,000	1,400,000	1,400,000
Automobile Rentals	496,156	546,487	620,090	687,852	704,815
Area Redevelopment Loan Repayments and Interest	26,842	32,416	45,000	47,000	48,000
Reimbursement for Employees' Workmens' Comp.	1,114,168	409,371	1,150,000	450,000	1,200,000
Use of Property	103,533	113,233	114,000	114,500	114,500
Other Receipts	23,402	37,739	26,000	19,725	19,725
Receipts Subtotal	<u>6,297,501</u>	<u>6,549,873</u>	<u>8,533,260</u>	<u>8,767,227</u>	<u>9,692,890</u>
TOTAL RESOURCES	8,731,778	9,064,565	10,298,958	10,347,650	10,967,897

ACTUAL AND ESTIMATED EXPENDITURES

Expenditure of Dedicated Receipts:					
Department of Public Examiner	499,419	542,780	777,470	723,609	904,268
Department of Taxation	236,107	70,829	210,640	115,000	200,000
Department of Administration	3,751,483	4,493,324	5,568,556	6,255,730	6,411,029
Area Redevelopment Loans and Administration	82,733	349,325	295,312	47,715	48,960
Division of State Parks	209,984	271,068	300,000	315,000	315,000
Department of Agriculture	10,825	7,727	11,350	10,500	10,500
Public Welfare-Diversified Labor	246,741	200,034	261,583	200,005	206,356
State Employees' Workmen's Compensation	<u>768,888</u>	<u>801,211</u>	<u>948,273</u>	<u>951,649</u>	<u>1,003,467</u>
Expenditure Subtotal	5,806,184	6,736,302	8,373,185	8,719,208	9,099,580
Transfer to General Revenue Fund	410,901	562,565	345,350	353,435	353,135
Free Balance Forward June 30	<u>2,514,692</u>	<u>1,765,697</u>	<u>1,580,423</u>	<u>1,275,007</u>	<u>1,515,182</u>
TOTAL EXPENDITURES, TRANSFERS AND BALANCES	8,731,778	9,064,565	10,298,958	10,347,650	10,967,897

*This statement does not include Prison Revolving Fund which is presented in a separate fund statement..

PRISON REVOLVING FUND

ACTUAL AND ESTIMATED RESOURCES

	<u>1966-67</u>	<u>1967-68</u>	<u>1968-69</u>	<u>1969-70</u>	<u>1970-71</u>
Free Balance Forward July 1	1,540,052	1,986,021	2,214,292	1,976,817	1,808,105
Receipts-Dedicated:					
Manufacturing	3,031,044	2,608,797	2,446,750	2,357,000	2,457,000
All Other Receipts	<u>32,455</u>	<u>34,748</u>	<u>33,750</u>	<u>33,300</u>	<u>33,300</u>
Receipts Subtotal	<u>3,063,500</u>	<u>2,643,545</u>	<u>2,500,500</u>	<u>2,390,000</u>	<u>2,490,300</u>
TOTAL RESOURCES	4,603,552	4,629,567	4,714,792	4,367,117	4,298,405

ACTUAL AND ESTIMATED EXPENDITURES

Expenditures of Dedicated Receipts and Balances

Prison Industries	2,542,531	2,240,275	2,612,975	2,359,012	2,495,320
Transfer to General Revenue Fund	<u>75,000</u>	<u>175,000</u>	<u>175,000</u>	<u>200,000</u>	<u>200,000</u>
Less Transfers in			<u>(50,000)</u>		
Expenditures and Transfers Subtotal	2,617,531	2,415,275	2,737,975	2,559,012	2,695,320
Free Balance Forward June 30	<u>1,986,021</u>	<u>2,214,292</u>	<u>1,976,817</u>	<u>1,808,105</u>	<u>1,603,085</u>
TOTAL EXPENDITURES, TRANSFERS, AND BALANCES	4,603,552	4,629,567	4,714,792	4,367,117	4,298,405

FEDERAL FUNDS

ACTUAL AND ESTIMATED RESOURCES

	<u>1966-67</u>	<u>1967-68</u>	<u>1968-69</u>	<u>1969-70</u>	<u>1970-71</u>
Free Balance Forward July 1	9,569,353	3,300,841	3,818,181	1,880,718	1,443,742
Receipts-Dedicated:					
Grant in Aid From U.S. Government	237,115,501	306,119,976	375,880,319	340,671,158	346,173,838
National Forest and Land Income, etc.	<u>299,640</u>	<u>330,761</u>	<u>320,365</u>	<u>393,800</u>	<u>393,800</u>
TOTAL RESOURCES	246,984,494	309,751,579	380,018,866	342,945,677	348,011,381

ACTUAL AND ESTIMATED EXPENDITURES

State Planning Agency	152,159	970,071	2,079,925	1,748,418	2,205,900
Civil Defense	548,339	600,268	639,886	679,395	688,052
Department of Aeronautics	1,097,402	1,055,764	3,713,871	1,760,830	2,635,770
Department of Agriculture	99,266	87,527	96,812	88,695	88,695
Conservation-Administration	834,833	653,594	909,921	2,780,000	1,793,000
Conservation-Forestry	673,426	646,910	332,512	725,439	575,833
Conservation-Game and Fish	62,514	44,897	48,246	47,399	47,840
Iron Range Resources and Rehabilitation Comm.	242,143	267,002	131,926	63,190	
Public Welfare and Institutions	91,319,248	101,602,680	117,250,696	127,338,973	141,572,006
Employment and Security	7,780,340	9,380,549	10,765,791	11,827,151	12,221,906
Junior College Board	127,610	485,973	501,011	360,000	440,000
Higher Education Coordinating Commission	415,707	269,930	314,280	290,000	290,000
Minnesota Arts Council	37,053	39,383	30,909	50,000	50,000
Natural Resources	14,231				
Upper Great Lakes Region Commission		32,836	52,943	48,618	48,905
Governor-Technical Services				200,000	200,000
Military Affairs	1,896,437	1,452,385	386,040	417,478	439,460
Department of Education	44,405,340	51,314,490	47,065,731	54,679,255	55,745,531
National Forest and Land Aid to Counties	266,045	293,067	275,565	276,000	276,000
Attorney General		46,822	52,740	9,662	
State College Board	1,309,455	1,602,383	3,743,892	5,735,406	6,746,742
Bureau of Criminal Apprehension		17,697	71,462	170,727	179,655
Department of Health	6,712,482	9,586,924	11,757,619	7,404,461	7,421,809
Department of Highways	84,737,590	119,347,552	172,435,113	118,376,619	112,765,669
Department of Administration-Building Fund	605,080	5,607,978	4,800,000	5,750,000	
Pollution Control Agency		153,222	299,848	300,000	303,920
Veteran's Home	<u>291,873</u>	<u>282,872</u>	<u>335,950</u>	<u>360,450</u>	<u>360,450</u>
Expenditure Subtotal	243,628,582	305,842,786	378,092,695	341,488,167	347,097,144
Transfers to General Revenue Fund	55,070	90,612	45,452	13,767	13,241
Free Balance Forward June 30	<u>3,300,841</u>	<u>3,818,181</u>	<u>1,880,718</u>	<u>1,443,742</u>	<u>900,995</u>
TOTAL EXPENDITURES, TRANSFERS AND BALANCES	246,984,494	309,751,579	380,018,866	342,945,677	348,011,381

PROPERTY TAX RELIEF FUND

ACTUAL AND ESTIMATED RESOURCES	<u>1967-68</u>	<u>1968-69</u>	<u>1969-70</u>	<u>1970-71</u>
Free Balance Forward July 1		31,870,104	53,552,758	(17,086,692)
Receipts-Dedicated:				
3% Sales Tax	113,172,862	174,000,000	185,000,000	196,000,000
Telephone Gross Earnings Tax	7,162,322	7,850,000	8,350,000	9,000,000
Railroad Gross Earnings Tax	3,286,829	6,400,000	6,700,000	7,050,000
Issuance of Permits	<u>94,890</u>			
Receipts Subtotal	<u>123,716,903</u>	<u>188,250,000</u>	<u>200,050,000</u>	<u>212,050,000</u>
Transfers in From:				
Corporation Income Tax	1,150,420	5,505,995	6,700,000	7,100,000
Deed Tax	904,002	2,800,000	3,200,000	3,700,000
General Revenue Surplus	25,000,000	25,000,000		
Income Tax School Surplus	<u>25,000,000</u>	<u>25,000,000</u>		
Subtotal Transfers in	<u>52,054,422</u>	<u>58,305,995</u>	<u>9,900,000</u>	<u>10,800,000</u>
TOTAL RESOURCES	175,771,325	278,426,099	263,502,758	205,763,308
ACTUAL AND ESTIMATED EXPENDITURES				
Expenditure of Dedicated Receipts				
Per Capita Aids	18,954,906	38,259,349	43,100,000	49,000,000
Exempt Property Reimbursement	58,271,064	57,400,000	72,400,000	72,400,000
Elimination of Property Tax Levy	25,677,785	41,900,000	60,900,000	66,600,000
Homestead Credit	39,431,987	84,300,000	93,200,000	100,600,000
Cost of Administration	<u>1,565,479</u>	<u>2,269,211</u>	<u>2,989,450</u>	<u>2,990,352</u>
Subtotal Expenditures	<u>143,901,221</u>	<u>224,128,560</u>	<u>272,589,450</u>	<u>291,590,352</u>
Transfers to Other Funds				
Income Tax School Fund		494,005	8,000,000	8,000,000
General Revenue Fund		<u>250,776</u>		
Free Balance Forward June 30	<u>31,870,104</u>	<u>53,552,758</u>	<u>(17,086,692)</u>	<u>(93,827,044)</u>
TOTAL EXPENDITURES, TRANSFERS AND BALANCES	175,771,325	278,426,099	263,502,758	205,763,308

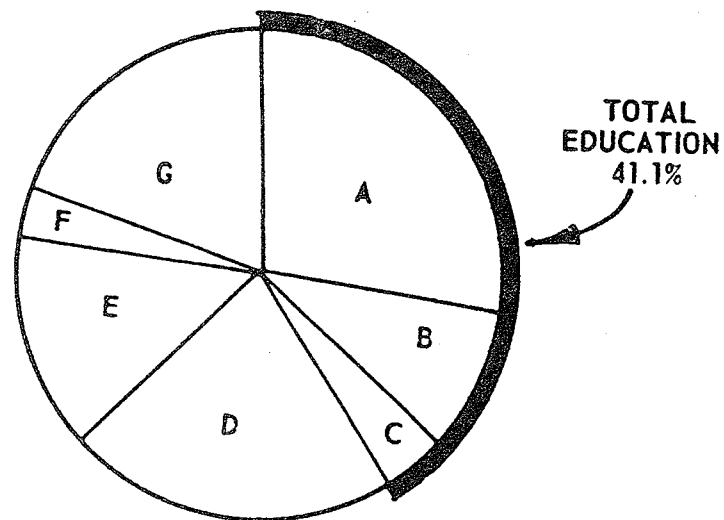
CONSOLIDATED STATEMENT
GENERAL REVENUE AND INCOME TAX SCHOOL FUNDS
DIRECT APPROPRIATIONS
Actual 1967 - Recommended 1969

	1967 Legislative Appropriations			1969 Governor's Recommendation			Increase (Decrease) 1967-1969		
	Gen'l. Rev.	Income Tax	Total	Gen'l. Rev.	Income Tax	Total	Gen'l. Rev.	Income Tax	Total
University of Minnesota	128,374,091	63,800	128,437,891	169,162,659		169,207,659	40,788,568		40,788,568
State Colleges	45,037,145		45,037,145	69,990,924	45,000	69,990,924	24,953,779	(18,800)	24,953,779
Junior Colleges	14,825,111		14,825,111	27,651,220		27,651,220	12,826,109		12,826,109
Department of Education	935,000	6,541,120	7,476,120	1,501,572	9,899,138	11,400,710	566,572	3,358,018	3,924,590
Welfare Institutions(Educational)		20,426,101	20,426,101		25,775,207	25,775,207		5,349,106	5,349,106
Aid to Schools		461,652,617	461,652,617		518,386,285	518,386,285		56,733,668	56,733,668
State Scholarship	250,000		250,000	2,750,000		2,750,000	2,500,000		2,500,000
Other Educational Aids	1,064,300		1,064,300	1,501,819 ^a		1,501,819 ^a	437,519		437,519
Education - Subtotal	190,485,647	488,683,638	679,169,285	272,558,194	554,105,630	826,663,824	82,072,547	65,421,992	147,494,539
Institutions-Welfare & Correc.	102,500,553		102,500,553	124,151,680		124,151,680	21,651,126		21,651,126
Welfare Aids	76,177,350		76,177,350	104,626,000		104,626,000	28,448,649		28,448,649
Adm.-Welfare & Corrections	8,450,429		8,450,429	11,318,392		11,318,392	2,867,963		2,867,963
Welfare & Corrections-Subtotal	187,128,333		187,128,333	240,096,072		240,096,072	52,967,739		52,967,739
Department of Taxation	3,429,301	8,902,618	12,331,919	4,598,084	10,579,627	15,177,711	1,168,783	1,677,009	2,845,792
General Government	83,061,348	151,138 ^b	83,212,486	96,350,433	32,843	96,383,276	13,289,084	(118,295)	13,170,789
TOTALS	464,104,629	497,737,394	961,842,023	613,602,783	564,718,100	1,178,320,883	149,498,153	66,980,706	216,478,859

- a. Includes nursing scholarships, school aid to counties (non-taxable areas), higher education liaison committee, Educational TV, administrative cost of teachers supplemental retirement.
- b. Cost of payroll preparation for agencies supported by income tax school funds.

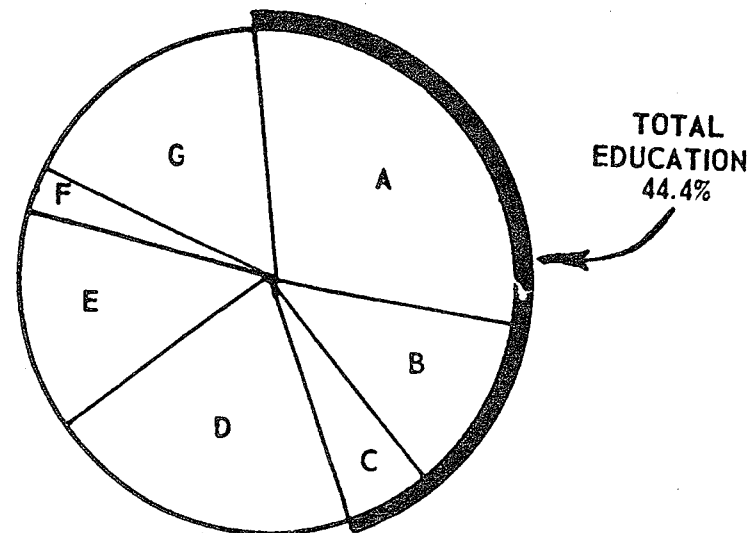
This table and all following charts exclude deficiencies.

COMPARISON OF 1967 GENERAL REVENUE FUND DIRECT APPROPRIATIONS and 1969 RECOMMENDATIONS



1967 DIRECT LEGISLATIVE APPROPRIATIONS
\$464,104,629

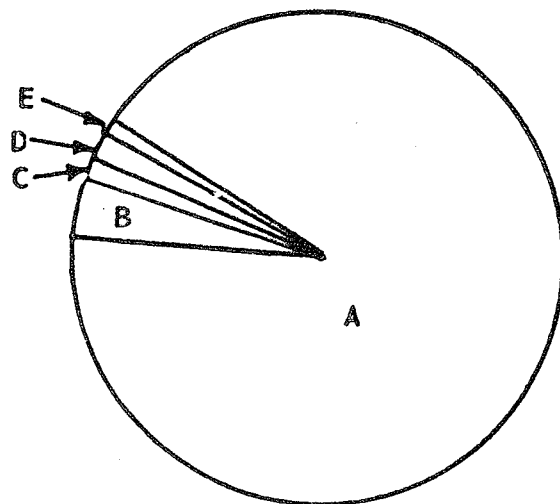
A UNIVERSITY OF MINNESOTA	27.7%
B STATE COLLEGES	9.7%
C JR. COLLEGES AND OTHER EDUCATIONAL	3.7%
D INSTITUTIONS	22.1%
E WELFARE AIDS	14.7%
F WELFARE AND CORRECTIONS ADMINISTRATION	2.4%
G GENERAL GOVERNMENT AND NON-RECURRING	19.7%
TOTAL	100.0%



1969 RECOMMENDATIONS
\$613,602,756

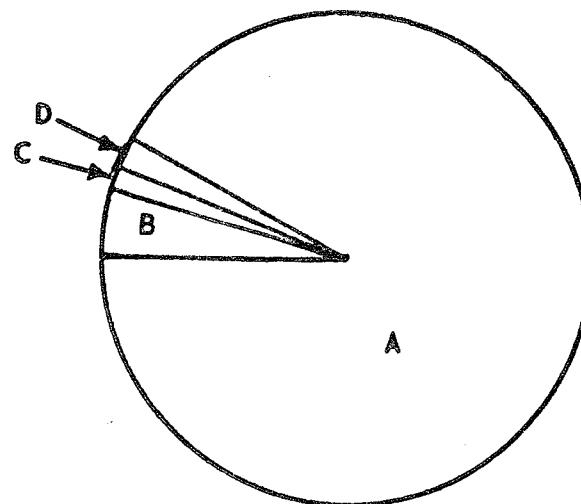
A UNIVERSITY OF MINNESOTA	27.6%
B STATE COLLEGES	11.4%
C JR. COLLEGES AND OTHER EDUCATIONAL	5.4%
D INSTITUTIONS	20.1%
E WELFARE AIDS	15.9%
F WELFARE AND CORRECTIONS ADMINISTRATION	3.0%
G GENERAL GOVERNMENT	16.6%
TOTAL	100.0%

COMPARISON OF 1967 INCOME TAX SCHOOL FUND DIRECT APPROPRIATIONS and 1969 RECOMMENDATIONS



1967 DIRECT LEGISLATIVE APPROPRIATIONS
\$497,737,394

A EDUCATION AIDS	92.7%
B INSTITUTIONS	4.1%
C DEPARTMENT OF EDUCATION	1.3%
D DEPARTMENT OF TAXATION	1.8%
E UNIVERSITY OF MINNESOTA AND GENERAL GOVERNMENT	1%
	<u>100.0%</u>



1969 RECOMMENDATIONS
\$564,734,301

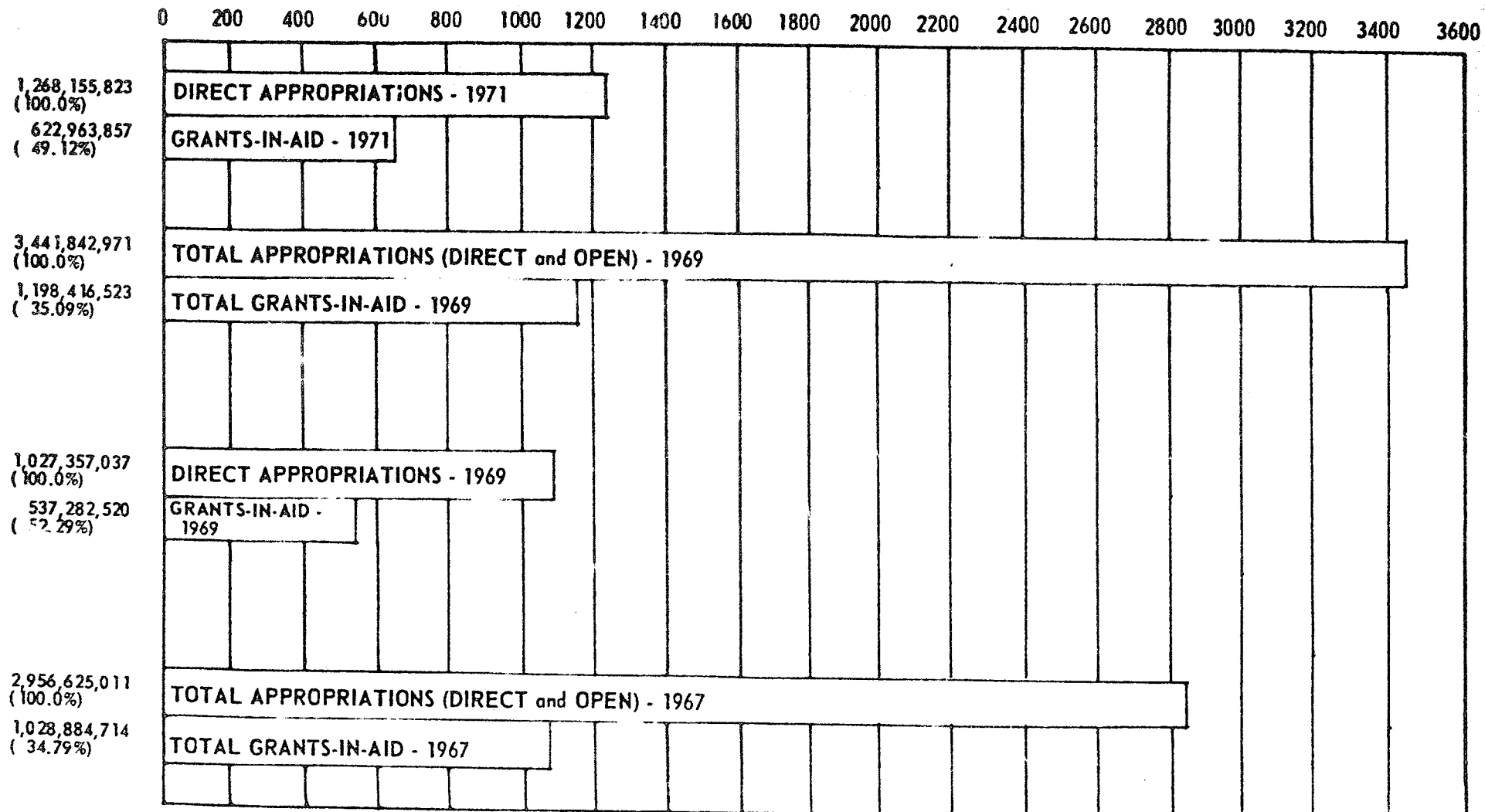
A EDUCATION AIDS	91.8%
B INSTITUTIONS	4.6%
C DEPARTMENT OF EDUCATION	1.7%
D DEPARTMENT OF TAXATION	1.9%
E UNIVERSITY OF MINNESOTA AND GENERAL GOVERNMENT	*
	<u>100.0%</u>

*LESS THAN 0.1 PERCENT

COMPARISON OF GRANTS-IN-AID TO APPROPRIATIONS

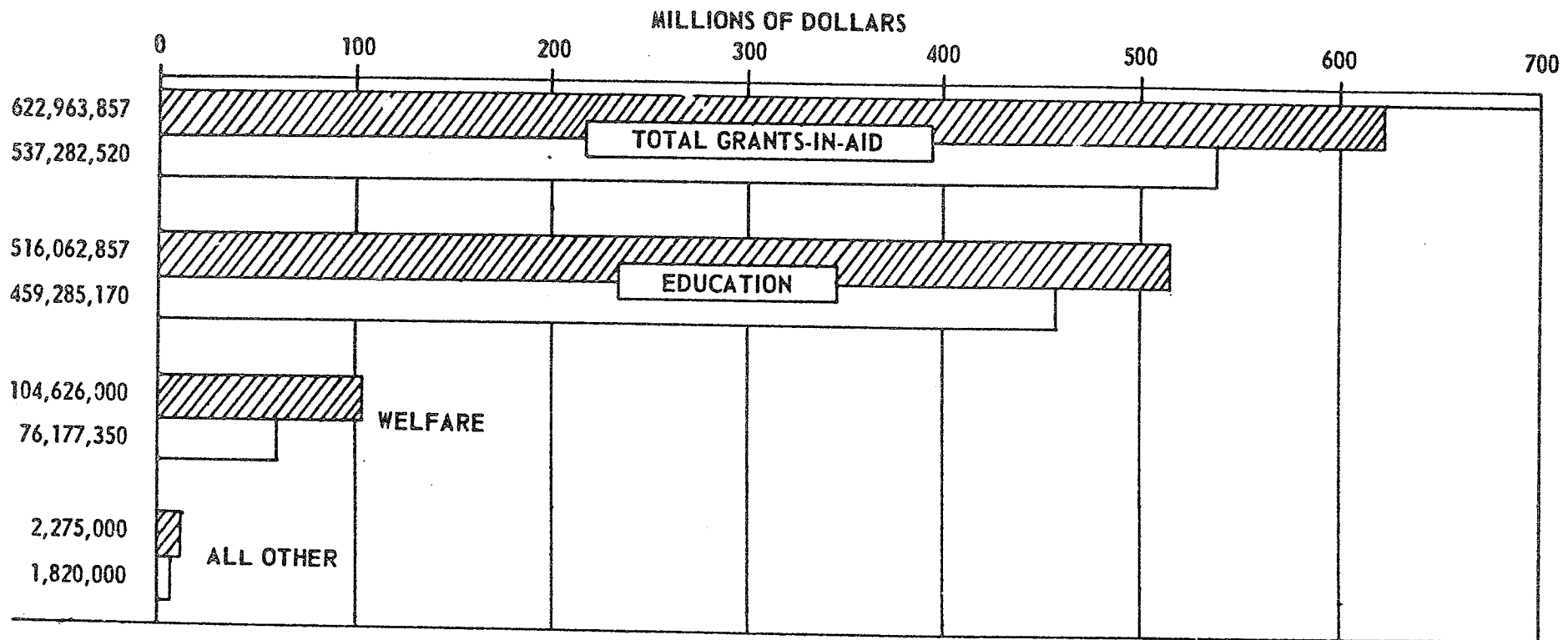
1967-69 and 1969-71 BIENNIUM

MILLIONS OF DOLLARS



COMPARISON OF GRANTS-IN-AID BY FUNCTION FROM DIRECT APPROPRIATIONS RECOMMENDED (1969) AUTHORIZED (1967).

TOTAL RECOMMENDED APPROPRIATIONS 1969 \$1,268,155,823
TOTAL AUTHORIZED APPROPRIATIONS 1967 \$1,027,357,037



KEY

1969-71	
1967-69	

COMPARISON OF APPROPRIATIONS REQUIRING LEGISLATIVE ACTION (DIRECT) and APPROPRIATIONS NOT REQUIRING LEGISLATIVE ACTION (OPEN)

	AUTHORIZED 1967*	\$ 2,956,625,011
DIRECT	34.7	\$ 1,027,357,037
OPEN	65.3	\$ 1,929,267,974

	RECEMMENDED 1969	\$ 3,441,842,971
DIRECT	36.8	\$ 1,268,155,823
OPEN	63.2	\$ 2,173,687,148

*THE ABOVE TOTAL DIFFERS FROM THE TOTAL EXPENDITURES REPORTED ON THE SUMMARY OF FUND STATEMENTS DUE TO THE SUBTRACTION OF \$ 278,036,471 IN 1967 & \$ 348,294,696 IN 1969. THESE AMOUNTS HAVE BEEN SUBTRACTED PRINCIPALLY TO AVOID DUPLICATE REPORTING OF EXPENDITURES.

STATE RESOURCES BY FUND

1967-1969

INCOME TAX SCHOOL	17.3%	\$ 553,856,556
GENERAL REVENUE	17.9%	574,422,216
HIGHWAY	13.6%	436,240,675
FEDERAL	21.2%	682,651,423
AGENCY	10.6%	340,541,469
BUILDING	2.4%	78,616,511
ALL OTHER	3.9%	124,869,023
PROPERTY TAX RELIEF	13.1%	422,327,320
TOTAL		\$ 3,213,525,193

1969-1971

INCOME TAX SCHOOL	22%	\$ 814,024,021
GENERAL REVENUE	18.4%	683,420,073
HIGHWAY	12.3%	458,383,250
FEDERAL	18.5%	687,631,598
AGENCY	10.4%	388,171,007
BUILDING	2.8%	102,927,911
ALL OTHER	4.0%	147,939,509
PROPERTY TAX RELIEF	11.6%	432,800,000
ESTIMATED TOTAL		\$ 3,715,297,369