

TABLE 24.—Federal surplus allocated by function and expenditure type 1—An illustration

	Percent allocated (illustrative)	Assumption A (in billions of dollars)					Assumption B (in billions of dollars)				
		1970					1975				
		Total	Purchases of goods and services	Transfers for payments and interest paid	Grants-in-aid	Total	Total	Purchases of goods and services	Transfers for payments and interest paid	Grants-in-aid	Total
Amount of Federal surplus to be allocated		8.50				27.40	7.10				21.20
Elementary, secondary, and higher education	30	2.55	0.13	0.13	2.29	8.22	2.13	0.11	0.11	1.91	6.36
Urban renewal and community facilities	25	2.13	.21	.11	1.81	6.85	1.78	.18	.09	1.51	5.30
Health and hospitals	15	1.27	.45	.25	.57	4.11	1.06	.37	.21	.48	3.18
Labor (training, etc.)	15	1.27	.25	.70	.32	4.11	1.06	.21	.38	.27	3.18
Natural resources, including recreation	10	.85	.76		.09	2.74	.71	.64		.07	2.12
Veterans—education, hospitals, etc.	5	.43	.11	.32		1.37	.36	.09	.27		1.06
Total	100	8.50	1.91	1.51	5.08	27.40	7.10	1.60	1.20	4.24	21.20
Addendum:											
Government compensation		3.77				12.24	3.15				9.47
Federal		.82				2.65	.69				2.05
State and local		2.95				9.59	2.46				7.42

1 Allocation of parts made on basis of 1961-65 trend of ratios by type of expenditure and

Source: Staff, Joint Economic Committee.

function.

2 Arbitrary.