

Table 10. Aid to State and Local Government Financing

	<u>Tax expenditures (in millions of dollars)</u>	<u>1968</u>
Exemption of interest on State and local debt obligations		1,800
Deductibility of nonbusiness State and local taxes (other than on owner-occupied homes): <u>1/</u>		
Individual income tax		1,350
General sales taxes		775
Gasoline taxes		400
Personal property taxes		150
Other taxes		125
Total		<u>2,800</u>
Property taxes on owner-occupied homes (included under Community Development and Housing)		1,800
Total - All State and local nonbusiness taxes		<u>4,600</u>

1/ For businesses owned by individuals, taxes other than income taxes are considered a cost of doing business and thus deductible in arriving at a net income figure.