

Section 14
Government Finances and Employment

This section presents statistics relating to the financial structure and civilian employment of Federal, State and local government in Hawaii. Local government is vested in one combined city-county (Honolulu, consisting of the Island of Oahu and numerous outlying islets), three predominantly rural counties (Hawaii, Kauai, and Maui), and one area (Kalawao County) administered by the State Department of Health. Separate municipal governments do not exist. The counties establish real property tax rates, but, except for licenses, permits, and fees, tax collections are the responsibility of the State. Important sources for statistics on government in Hawaii include the Annual Report of the Director of Taxation, State of Hawaii and other periodic reports of the Department of Taxation, the Compendium of State Government Finances issued annually by the U. S. Bureau of the Census, and an annual compilation published by the Tax Foundation of Hawaii, Government in Hawaii: A Handbook of Financial Statistics. Comparable mainland statistics appear in the foregoing reports and in the Statistical Abstract of the United States: 1961, sections 14 and 15.

Table 1.-- TAX COLLECTIONS AND GOVERNMENT EMPLOYMENT: 1901 TO 1961

Year	Tax collections (\$1,000) ¹				Civilian employment ²			
	Total	Federal	State	County	Total	Federal	State	County
1901....	(NA)	102	1,986	(NA)	(NA)	(NA)	(NA)	(NA)
1910....	(NA)	209	2,894	(NA)	(NA)	(NA)	(NA)	(NA)
1920....	(NA)	11,930	7,547	(NA)	(NA)	(NA)	(NA)	(NA)
1929....	(NA)	5,606	15,484	(NA)	(NA)	(NA)	(NA)	(NA)
1934....	19,317	5,116	12,598	1,603	(NA)	(NA)	(NA)	(NA)
1939....	(NA)	11,894	22,307	(NA)	20,495	9,642	5,990	4,863
1944....	193,299	150,781	40,477	2,041	78,617	66,809	6,550	5,258
1949....	161,213	91,203	66,295	3,715	40,119	24,082	9,392	6,645
1954....	219,740	136,175	78,263	5,303	42,630	24,721	10,713	7,196
1959....	314,277	175,176	132,693	6,408	45,704	26,069	12,126	7,509
1960....	372,012	216,939	148,256	6,817	48,971	26,328	14,762	7,881
1961....	413,997	242,358	164,296	7,343	49,163	25,899	15,188	8,076

NA Not available.

¹For fiscal years ending June 30.

²Annual averages for calendar years.

Source: Statistical Abstract of the United States for 1905 (p. 92), 1914 (p. 595), 1923 (p. 564), and 1933 (p. 171); Robert M. Kamins, The Tax System of Hawaii (1952), p. 175; Tax Foundation of Hawaii, Government in Hawaii for 1955 (p. 17) and 1962 (p. 14) and records; U. S. Office of Business Economics, Income of Hawaii (1953), p. 20 and 1955 supplement; Hawaii Department of Labor and Industrial Relations, records.

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Table 2.-- TAX COLLECTIONS, BY LEVEL OF GOVERNMENT: 1961

Unit of government and source	Amount (\$1,000)
Total collections.....	413,997
Federal (fiscal year).....	242,358
Indiv. income and employ	185,655
Corp. income and excess profits.....	42,657
Other sources.....	14,046
State (fiscal year).....	164,296
Gross income.....	68,147
Personal income.....	32,150
Corporate income.....	5,834
Fuel.....	16,430
Real property.....	21,886
Unemployment compensa- tion.....	5,334
Other sources.....	89,110
Counties (prev. calendar yr)	7,343

Table 3.-- STATE REVENUE RECEIPTS: FISCAL YEAR 1961

Source of revenues	Amount (\$1,000)
All sources.....	195,583
Type of fund:	
General.....	150,182
Special.....	45,401
Specific source:	
Tax revenues.....	118,582
General excise.....	49,567
Specific excises.....	12,333
Individual income.....	32,150
Corporate income.....	5,650
Unemployment comp.....	4,478
Other taxes.....	2,066
Federal grants-in-aid....	46,510
Other sources.....	30,090

Table 4.-- STATE GENERAL EXCISE TAX COLLECTIONS: FISCAL 1961

Activity	Amount (\$1,000)
Total collections....	68,147
Retailing.....	30,619
Services.....	7,060
Contracting.....	9,995
Commissions.....	1,503
Rentals.....	5,741
Consumption.....	1,880
Sugar processing.....	1,858
Pineapple canning.....	2,013
Producing and manufacturing.	415
Wholesaling.....	1,300
All other activities.....	5,763

Table 5.-- COUNTY OPERATING REVENUES: 1960

Subject	Amount (\$1,000)
All counties.....	70,454
County:	
Hawaii.....	10,588
Honolulu.....	47,956
Kauai.....	4,436
Maui.....	7,474
Source:	
Taxes.....	50,640
Real property.....	22,018
General excise.....	17,889
Liquid fuel.....	5,099
Utility franchise.....	941
Motor vehicle weight....	4,694
State grants-in-aid.....	7,555
Federal grants-in-aid....	4,483
Other sources.....	599

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Table 6.-- STATE AND COUNTY EXPENDITURES, BY ITEM: 1960-1961

Item	Expenditures (\$1,000)		
	State and counties	State ¹	Counties ²
Total expenditures.....	249,486	184,919	64,568
General government:			
Control.....	4,893	3,964	929
Staff agencies.....	15,048	7,771	7,276
Police and fire.....	11,346	160	10,186
Other protection.....	26,840	24,775	2,000
Highways.....	20,752	11,130	9,623
Devel. and cons. nat. resources...	8,620	8,620	---
Health and sanitation.....	8,961	3,979	4,982
Hospitals and institutions.....	14,141	11,348	2,793
Public welfare.....	11,251	9,979	1,272
University of Hawaii.....	13,097	13,097	---
Public schools.....	60,069	51,282	8,787
Libraries.....	1,665	1,665	---
Recreation.....	4,408	1,103	3,305
Utilities.....	8,837	8,617	220
Interest.....	5,578	1,844	3,734
Bond redemption.....	8,555	3,784	4,771
Retirement and pension.....	8,719	5,938	2,782
Unemployment compensation.....	8,556	8,556	---
Miscellaneous.....	7,808	7,306	502
Cash for capital improvements.....	2,320	---	2,320
Less: State salary grants.....	1,979	---	1,979

¹Fiscal year 1960-1961.

²Calendar year 1960.

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Table 7.-- ALLOCATION OF TAX COLLECTIONS:
FISCAL

Allocated to--	Thousands of dollars
Total.....	164,297
State.....	118,611
Hawaii Co.....	6,077
Honolulu Co.....	31,709
Kauai Co.....	3,140
Maui Co.....	4,760

Table 8.-- COUNTY GOVERNMENT EX-
PENDITURES: 1960

County	Thousands of dollars
All counties.....	64,568
Hawaii.....	7,748
Honolulu.....	47,176
Kauai.....	3,353
Maui.....	6,291

Table 9.-- LONG-TERM STATE AND COUNTY
BONDED DEBT: DECEMBER 31, 1951 TO
1961

Year (as of Dec. 31) and unit of government	Amount (\$1,000)
1961.....	209,213
1960.....	188,994
1956.....	107,595
1951.....	55,528
Unit of gov't., 1961:	
State.....	73,685
Hawaii Co.....	10,956
Honolulu Co.....	114,544
Kauai Co.....	3,069
Maui Co.....	6,959

Table 10.-- REAL PROPERTY TAX VALUA-
TIONS AND ASSESSMENT RATIOS: 1940
TO 1961

Year	Assess- ment ratio	Valuation (\$1,000)
1940.....	60	350,734
1950.....	60	772,021
1960.....	70	3,173,626
1961.....	70	3,327,737

Source: Hawaii Department of Taxa-
tion, records.

Source of tables 2 to 9: Tax
Foundation of Hawaii, Government in
Hawaii: A Handbook of Financial Sta-
tistics, 1962, 9th Edition

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Table 11.-- REAL PROPERTY TAX VALUATIONS: 1961

Subject	Millions of dollars
Gross valuation.....	3,328
Land.....	1,914
Improvements.....	1,414
Exemptions.....	1,358
United States.....	569
State.....	293
Counties.....	150
Homes.....	181
Public utilities.....	45
All others.....	120
Net taxable valuation..	1,970
On appeal.....	23

Source: Hawaii Department of Taxation, release dated May 3, 1961.

Table 12.-- REAL PROPERTY TAX VALUATIONS AND TAX RATES, BY GEOGRAPHIC AREA: 1961

Geographic area	Assessed value (\$1,000)	Rate per \$1,000 value ¹
The State..	3,327,737	...
Hawaii Co.....	184,159	16.10
Honolulu Co.....	2,903,068	13.89
Honolulu city..	1,951,819	..do.
Other.....	951,250	..do.
Kauai Co.....	88,849	15.50
Maui Co.....	151,661	13.61

¹Based on 70 percent assessment ratio. Includes taxes for redevelopment in Hawaii and Honolulu Counties.

Source: Hawaii Department of Planning and Research, The Geographic Distribution of Property Values in Hawaii, 1961 (Research Report 7, July 24, 1961), and Hawaii Department of Taxation, release dated May 3, 1961.

Table 13.-- STATE INCOME TAX RESIDENT RETURNS FOR 1959, BY ADJUSTED GROSS INCOME CLASS

Adjusted gross income class	Number of returns	Adjusted gross income ¹	Net taxable income ¹	Tax liability ¹
Resident returns.....	177,602	911,841	599,402	25,618
Loss.....	510	1,489
\$1 to \$4,999.....	106,789	260,867	144,466	5,282
\$5,000 to \$9,999.....	53,504	372,175	240,866	9,555
\$10,000 to \$24,999.....	15,067	202,517	151,235	6,914
\$25,000 to \$99,999.....	1,668	64,093	52,536	3,174
\$100,000 or more.....	64	12,189	10,299	690

¹In thousands of dollars. Totals exclude losses.

Source: Hawaii Department of Taxation, Hawaii Income Patterns for Individuals in 1959 as Reported on Income Tax Returns Filed in 1960 (1961), p. 10.

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Table 14.-- CIVILIAN EMPLOYMENT IN FEDERAL, STATE, AND LOCAL GOVERNMENT, BY ISLAND: FEBRUARY 15, 1962

Island	All levels	Federal			State	Local
		Total	Defense ¹	Non-defense		
The State.....	49,231	25,666	22,366	3,300	15,417	8,148
Oahu.....	42,496	25,187	22,326	2,861	12,050	5,259
Hawaii.....	3,166	257	40	217	1,599	1,310
Maui.....	1,803	121	-	121	841	841
Kauai.....	1,475	80	-	80	718	677
Molokai & Lanai.....	291	21	-	21	209	61

¹Includes 2,464 Air Force workers, 6,667 Army, and 12,235 Navy.

Source: Hawaii Department of Labor and Industrial Relations, mimeographed release.

Table 15.-- EMPLOYMENT AND PAYROLLS IN STATE AND LOCAL GOVERNMENT: OCTOBER 1960

Function	Full-time equivalent employment	Payrolls (\$1,000)
All functions..	20,934	9,406
Education.....	8,004	3,667
Other ¹	12,930	5,739
Highways.....	2,081	862
Hospitals.....	1,860	698
Sanitation.....	650	290
Police protection	1,027	510
Fire protection..	637	328
Natural resources	717	337
General control..	1,863	993

¹Includes functions not shown separately.

Table 16.-- STATE AND LOCAL GOVERNMENT PAYROLLS AND AVERAGE FULL-TIME EQUIVALENT EARNINGS: OCTOBER 1960

Subject	Amount
Payroll (\$1,000).....	9,406
State (\$1,000).....	6,202
Local (\$1,000).....	3,204
Average earnings (dollars)	449
State (dollars).....	457
Local (dollars).....	444

Source of tables 15 and 16: U. S. Bureau of the Census cited in Statistical Abstract of the United States: 1961, pp. 426-427.