

ANALYSIS OF REVENUES  
(Thousands of dollars)

—	1947-48	Percent.	Change from 1946-47
<b>DIRECT TAXES—</b>			
Individual Income Tax.....	659,828	23.00	— 34,702
Corporation Income Tax.....	364,131	12.69	+125,339
Excess Profits Tax.....	227,030	7.91	—221,668
Other Direct Taxes.....	66,717	2.32	+ 13,005
Total Direct Taxes.....	1,317,706	45.92	—118,026
<b>INDIRECT TAXES—</b>			
Customs Duties.....	293,012	10.21	+ 55,657
Excise Duties.....	196,794	6.86	+ 750
Excise Taxes.....	640,758	22.33	+ 61,734
Other Indirect Taxes.....	3,761	0.13	— 5,945
Total Indirect Taxes.....	1,134,325	39.53	+112,196
<b>NON-TAX REVENUES—</b>			
Post Office.....	77,758	2.71	+ 4,780
Return on Investments.....	75,800	2.64	+ 6,361
Other Non-Tax Revenues.....	24,630	0.86	+ 6,177
Total Non-Tax Revenues.....	178,188	6.21	+ 17,318
SPECIAL RECEIPTS AND CREDITS.....	239,190	8.34	—180,155
TOTAL REVENUE.....	2,869,409	100.00	—168,667
Less estimated amount of refundable Income and Excess Profits Taxes.....			+ 30,200
NET TOTAL REVENUE.....	2,869,409	100.00	—138,467

5. Of grand total revenues, 46% was derived from direct taxes on incomes of individuals and corporations and from succession duties, 39.6% was obtained from indirect taxes and the remaining 14.4% was from non-tax revenues and special receipts and credits.

6. A remarkable feature of the 1947-48 fiscal year was the great buoyancy of tax revenues, in pace with the rapidly expanding national income. Despite substantial tax cuts in personal income tax in 1947 and the fact that earlier reductions in corporation and excess profits tax became fully effective on revenues during the year, the total yield from taxes declined by only \$5,830,000.

7. No further reserve was set up during the year for the refundable portion of excess profits tax or individual income tax. In accordance with statutory provisions calling for repayment of the refundable portion of tax collected in respect of 1942 before March 31, 1948, payments amounting to \$84,210,000 were made during the year, including small amounts in respect of other taxation years. The amount of the reserve for refundable excess profits tax and personal income tax held at present, classified by the tax years to which it relates, is shown in the table below:

Taxation Year	Refundable Personal Income Tax	Refundable Excess Profits Tax
	\$	\$
1943.....	150,000,000	67,700,000
1944.....	80,000,000	73,000,000
1945.....	.....	71,000,000
1946[1].....	.....	17,300,000
Gross Total.....	230,000,000	229,000,000

[1] Corporation fiscal years ending in 1946.