

# State, Local Units Reported Already Holding Budget Surpluses, Without 'Sharing'

WASHINGTON (AP) — Under the McGovern budget, state and local governments are being enacted—already are—running a substantial budget surplus, an economic study reports.

The surplus would increase under either President Nixon or Sen. George McGovern's espoused programs, but the increase would be larger under the McGovern plan, concluded the report commissioned by the private research organization American Enterprise Institute.

The report suggests that the \$30-billion, five-year revenue-sharing program will be taking effect just as the strain on the state and local government sectors of the 1980s, is easing.

The report was written by McGovern, the Democratic presidential nominee, added to his proposals an extra \$4 billion in emergency aid for cities. Even so, it estimated an aggregate 1980 surplus for the state-local government sector of \$61.1 billion

local governments from having to finance outlays that may never be needed, while failing to provide enough help to some "pockets of poverty" that remain.

The authors of the study, headed by David J. Ott of Clark University, reported they arrived at their conclusions by projecting state and local budget expenditures, trends in population and school enrollment and the effect of federal programs, as proposed by the two candidates, on state and local governmental operations.

On this basis, they calculated that by 1975, under the

Nixon budget, the states and local governments would have receipts of about \$225.5 billion and expenditures of \$201.5 billion, for a surplus of nearly \$24 billion.

By 1980, they estimated, spending would have climbed to more than \$303 billion, but receipts would be in the neighborhood of \$324 billion, for a \$20.6 billion surplus.

State and local spending would be consistently lower under the McGovern program because the federal government would fund more activities.

The study said that under the McGovern budget as-

sumptions—in figures rounded so that they do not always exactly add—1975 receipts would be \$235.3 billion, expenditures \$188.2 billion, surplus \$47.2 billion. By 1980, it would have grown to \$334.2 billion but expenditures to only \$273.1 billion, for a surplus of \$61.1 billion.

The report said that, since the first quarter of 1971, the state and local government sector has not only run surpluses, but surpluses have grown at an astonishing rate.

It said the surplus, seasonally adjusted, was at an

annual rate of \$2 billion for the fiscal year 1971, climbed to \$6 billion by the last quarter of that year and ran at \$14.8 billion for the second quarter of 1972. The \$14.8 billion, the study said, may be artificially inflated by an advance payment of one month's public assistance money to the states. But, even with an adjustment, the figure was put at about \$12 billion.

"If World War II years are excluded," the study said, "in the whole period from 1929 to 1969, the state and local government sector never produced a surplus for any one year of over \$2 billion."

Past experience indicates that state and local governments would more likely "cut taxes, or at least forego some increases in rates, or spend more or do both..." rather than allow a surplus to grow, but that has not been the case, the report said.

The prospect of future surpluses, it continued, "represents a marked lessening of the fiscal strain this sector has experienced over the past decade or so."

Although those pressures have eased for many state and local governments, both increased during the 1960s, the Nixon and McGovern continuing report said, because of soaring school enrollments and to such a degree, creating the possibility of large future surpluses, it said.

Arrives For Duty  
Sgt. Terry P. McDonald, son of Mr. and Mrs. John A. McDonald, Route 4, Watertown, has arrived for duty at Holloman Air Base, N. M. Sergeant Keating, H. D. Goodale Co. McDonald, an administrative specialist, is assigned to the 49th Organizational Maintenance Squadron of the U. S. Air Force which is celebrating its 25th anniversary this month.

Officers Elected  
The Watertown Association of Independent Insurance Agents, Inc. has elected the following officers: F. Anthony man Air Base, N. M. Sergeant Keating, H. D. Goodale Co. McDonald, an administrative specialist, is assigned to the 49th Organizational Maintenance Squadron of the U. S. Air Force which is celebrating its 25th anniversary this month. Inc., director.

## Beaver Falls Woman Heads State Chapter

CARTHAGE — Mrs. Eileen Moncalieri, Beaver Falls, was installed as state regent of the New York State Daughters of Isabella at the 1972 state convention in Plattsburgh.

Delegates and members from Carthage, Croghan, Boonville, Lowville, Harrisville and Old Forge attended. The state circle sent a check for \$200 to Bishop Stanislaus J. Brzana for Wadhams Hall.

Get a head start at  
**Howland's**  
Moonlight

**sale**

Come early and enjoy 20% SAVINGS from 10:00 A.M.-9:30 P.M.!

Cash in on SUPER SPECIALS from 6:00 P.M.-9:30 P.M.!

**20% off!**  
Entire stock Surefit machine washable stretch sleepers. Five patterns, solids and prints. In stock only, no special orders. Reg. 16.00-39.00.

**20% off!**  
All slipcover throws. In solids & prints. In stock only—no special orders. Reg. 12.00-26.00.

**20% off!**  
All blankets. Including easy-wash acrylics, wools and automatics. Reg. 8.00-70.00.

**20% off!**  
All fireplace ensembles and accessories. Includes 7-pc. sets, reg. \$9.00, NOW \$7.00; screens, reg. 29.95, NOW 23.90; wall plaques, reg. 10.00, NOW 8.00; brass candlestick holders, reg. 6.00, NOW 4.80 pair. Plus more!

**More**  
than 20% OFF! All Howland label underwear for men. Kodol-Cotton T-shirts, orig. 3/4.25, NOW 3/3.75; briefs, orig. 3/4.75, NOW 3/3.25.

**20% off!**  
All Howland-label jeans for jr. boys and boys. Brushed and rugged denims, assorted styles and colors, most perma-press. Sizes 4-7, reg. 3.50-5.00; sizes 8-16, reg. 4.00.

**20% off!**  
Entire stock pajamas for jr. boys and boys. Middle and ski models; broadcloth and flannel, sizes 8-20, reg. 4.00-4.50; flannel only, sizes 4-7, reg. 4.00.

**20% off!**  
Entire stock misses' vests, pullovers and cardigans. Vests in button fronts, pullovers, short and tunic lengths; cardigans in shetlands, patterns and jackets; pullovers in turtle-necks, crew necks, ribbed and flat knits. Reg. 7.00-18.00, NOW 5.00-14.00.

**20% off!**  
Selected group of junior pants. Every junior pant in the store! Trousers, jeans and knit pull-ons, sizes 5-13. Reg. 8.00-22.00.

**20% off!**  
Ladies' shirts by an outstanding maker! Dress and tailored styles; knits, Ultrasa and crepes. Sizes 10-18 in light and dark shades. Reg. 10.00-14.00, NOW 8.00-11.00.

**20% off!**  
Selected group of street dresses, pantsuits and leisure-hour long styles from our regular stock. Dark, bright and neutral tones. Sizes 10-18. Reg. 14.00-36.00, NOW 11.00-29.00.

**20% off!**  
Every street dress, pantsuit, wardrobe and special occasion dress in our Contempo Shop. Misses' sizes, reg. 26.00-88.00, NOW 22.00-76.00.

**20% off!**  
All misses' and half-size dresses, jumpers and pantsuits. Reg. 9.00-22.00, NOW 7.00-15.00.

**More**  
than 50% off! Famous label bras for all figure types. Flattering soft or contour styles, A-B-C. Reg. 5.00-6.00, NOW 1.99.

**More**  
than 50% off! Famous brand, first quality girdles and panty girdles. Briefs, average and long leg panty girdles; Lycra spandex reinforced front and side panels, S-M-L-XL. Reg. 8.00-12.00, NOW 3.99.

**20% off!**  
All junior dresses and pantsuits. Sizes 5-13, reg. 16.00-38.00, NOW 12.00-30.00.

**20% off!**  
Every body suit in our stock! Fall fashion colors, rib knits, bouclés plus! Reg. 7.00-15.00.

**More**  
than 20% off! All nude pantyhose. Clingy, smooth-fitting stretch nylon, waist-to-toe sheer-ness, knit-in waistband. Fashion colors in S-M-L. Reg. 2.00, NOW 4/3.00.

**More**  
than 20% off! All earrings, including pierced and clip-ons. Reg. 2.00 and 3.00 each, NOW 2/3.00.

**20% off!**  
All girls' winter coats. Boot-top and regular lengths; piles, suedes, corduroys, wools, many pile lined and hooded. Sizes 4-6x, reg. 24.00-48.00, NOW 19.20-38.40. Sizes 7-14, reg. 28.00-55.00, NOW 22.40-44.00.

**20% off!**  
All winter-lined boots. In suede leather and vinyl assorted colors. Sizes 5 to 10. Reg. 15.00 to 43.00.

**20% off!**  
Our complete stock of handbags. Leather, vinyl, suede and velvet; dress, casual and evening styles; traveler and canvas; new fall colors and shapes.

**20% off!**  
All infant and toddler dresses, outfits, legging sets, suits and coveralls.

**20% off!**  
All toddler outerwear. Snowsuits in sizes 2-4 for boys and girls.

Shop these  
**SUPER SPECIALS**  
from 6 P.M.-9:30 P.M.!

**20% off!**  
Entire stock men's dress shirts.  
Our new fall stock of stripes, patterns, solids; perma press Duron/collon and knits; button-down, fashion long and regular collars; 14 1/2-17 1/2, sleeve 32-35.

AM clock radios (only 10), reg. 9.99, **SALE 7.99**

Door mirrors (only 8), reg. 8.99, **SALE 5.99**

Sample quilted spreads (only 24), reg. 14.00, **SALE 9.99**

International broilers (only 8), reg. 29.99, **SALE 19.99**

24-pc. cut stemware sets (only 6), reg. 20.00, **SALE 14.99**

Salt and pepper shakers (only 20), reg. 8.99, **SALE 4.99**

Flocked marquisette curtains, 63" and 72" long, reg. 2.99, **SALE 1.99**

Young men's jeans and tops, group of polished cotton, brushed denim and bonded knits, 28-36, reg. 9.50-11.00, **SALE 2/11.00**

Misses Classic Moc Loafers Sizes 5-10, Reg. 18.00, **\$13.99**

All Ladies bits, asst. colors and style **20% off**

Girls' Raincoats hat and umbrella sets, Sizes 4-6x, 7-12, Reg. 9.00-10.00, **\$5.99 and \$6.99**

Misses Pull on pants, Patterns and solids, Sizes 8-18, reg. 16.00, **\$7.99**

Misses Nylon knit shells, reg. \$6-57, **\$2.99**

**20% off** Men's long sleeve velour sport shirts, 4 button placket solid colors, Sm, M, L, Reg. 13.00, **\$9.99**

Our best Selling terrycloth robe, Reg. 12.00, Sizes S-M-L, **\$8.99**

Jumbo Duron polyester pillow, Reg. 7.00, **\$3.99**



THE FIERY SHAPES OF LOVE  
For her alone, diamond solitaires in 14 karat white gold: A. Heart, \$1,095. B. Pear, \$425. C. Round, \$1,075. In 18 karat white gold: D. Oval, \$825. E. Marquise, \$475. F. Emerald-cut, \$595. Enlarged to Show Detail. Do Something Beautiful...  
For your convenience we maintain a complete Bridal registry and Bridal Consultant  
**HENRY'S**  
Fine Jewelers Since 1918  
114 Court Street • Watertown  
Also Binghamton • Syracuse

**SINGER SALE A THON**

**SENSATIONAL STORE-WIDE SALE. ALL THESE MACHINES ON SALE!**  
**SALE 59<sup>00</sup> Reg. 67<sup>00</sup>**  
ECONOMY ZIG-ZAG sewing machine sews buttonholes, mends garments without attachments. Calibrated seam guidelines. 177  
**SALE 99<sup>00</sup> Reg. 119<sup>00</sup>**  
FASHION MATE\* zig-zag sewing machine with cabinet. Sews buttonholes, mends garments without attachments. Exclusive drop-in front bobbin. 257/708  
**SAVE 95<sup>00</sup>**  
GOLDEN TOUCH & SEW\* sewing machine with cabinet. Exclusive push-button, drop-in front bobbin; 10 stretch-stitches; built-in buttonholer. "Bakersfield" cabinet. 750/692  
MANY MORE MACHINES, FABRICS, NOTIONS AND VACUUM CLEANERS ON SALE DURING SALE-A-THON  
Singer has a Credit Plan designed to fit your budget.  
**SINGER** CITY CENTER PLAZA  
Sewing Centers  
IN THE MALL  
OPEN DAILY 9 TO 9  
SAT. TILL 5 PM.  
\*A Trademark of THE SINGER COMPANY

**Howland**

210 Court St. Watertown

Sorry, no mail or phone orders.

