

**COMPARATIVE STATEMENT OF OFFICIAL REVENUE FORECASTS AND ACTUAL REVENUE
FISCAL YEARS 2006/2007 THROUGH 2012/2013 (IN MILLIONS)**

Revenue	ACTUAL 2006/07	ACTUAL 2007/08	FORECAST 2008/09 EOB	FORECAST 2008/09 Feb. 18, 2009	FORECAST 2009/10 Feb. 18, 2009	FORECAST 2010/11 Feb. 18, 2009	FORECAST 2011/12 Feb. 18, 2009	FORECAST 2012/13 Feb. 18, 2009
Alcoholic Beverage Tax	17.9	19.4	19.0	19.0	19.0	19.0	19.0	19.0
Beer Tax	36.1	36.5	36.5	36.5	36.5	36.5	36.5	36.5
Corporate Franchise Tax	299.6	233.8	202.3	202.3	108.0	48.6	79.8	89.2
Corporate Income Tax	752.8	705.9	679.0	679.0	462.2	397.7	506.9	568.9
Corporate Total	1,052.4	939.7	881.3	881.3	570.2	446.4	586.7	658.2
Gasoline and Special Fuels Tax	606.9	600.4	587.6	596.0	592.0	595.0	610.0	625.0
Gift Tax	5.4	3.3	0.5	0.5	-	-	-	-
Hazardous Waste Tax	5.1	4.1	3.1	3.1	3.1	3.1	3.1	3.1
Individual Income Tax	3,257.1	3,168.7	2,831.0	2,831.0	2,519.0	2,669.0	2,742.0	2,870.0
Inheritance Tax	5.8	7.8	1.4	1.4	1.4	1.4	1.4	1.4
Natural Gas Franchise Tax	12.7	5.4	5.4	5.4	5.4	5.4	5.4	5.4
Public Utilities	4.2	5.5	18.0	18.0	5.0	5.0	5.0	5.0
Auto Rental Excise	5.4	5.6	5.0	5.0	5.0	5.0	5.0	5.0
Sales Tax	2,837.7	2,864.3	2,841.2	2,841.2	2,672.5	2,691.5	2,781.5	2,904.4
Severance Tax	910.0	1,085.3	854.0	854.0	742.0	747.0	765.0	767.0
Supervision&Inspection Fees	6.0	8.6	8.6	8.6	8.6	8.6	8.6	8.6
Tobacco Tax	146.0	146.3	142.7	142.7	141.5	141.1	140.8	140.5
Unknown Owners	26.5	28.2	32.0	32.0	32.0	32.0	32.0	32.0
Miscellaneous Receipts	6.5	6.6	6.5	6.5	6.5	6.5	6.5	6.5
TOTAL REVENUE DEPT	8,941.4	8,935.5	8,273.8	8,282.2	7,359.7	7,412.4	7,748.4	8,087.5
Royalties	517.4	767.3	622.0	622.0	393.0	427.0	428.0	428.0
Rentals	23.7	25.5	19.0	19.0	19.0	19.0	19.0	19.0
Bonuses	46.7	60.3	124.0	124.0	12.0	12.0	12.0	12.0
Royalty Interest	1.3	2.4	2.0	2.0	1.0	1.0	1.0	1.0
TOTAL MINERAL BOARD	589.2	855.4	767.0	767.0	425.0	459.0	460.0	460.0
Interest on Investments	125.1	188.7	150.0	150.0	130.0	110.0	90.0	70.0
Interest Earnings (TTF)	14.9	14.8	10.0	10.0	10.0	10.0	10.0	10.0
Various Agency Receipts INA	58.6	43.9	44.3	44.3	44.3	44.3	44.3	44.3
Agency SGR Over-collections	18.3	19.8	19.8	19.8	19.8	19.8	19.8	19.8
Bond Reimbursements	4.3	3.9	3.9	3.9	3.9	3.9	3.9	3.9
Education Support Fund	65.2	67.8	70.0	70.0	65.0	65.0	65.0	65.0
Lottery	129.5	130.2	129.0	129.0	123.0	123.0	123.0	123.0
Land Based Casino	83.9	90.2	82.0	82.0	82.0	85.0	90.0	90.0
Tobacco Settlement	69.3	73.7	76.7	76.7	81.5	86.5	91.8	91.8
Provider Fees	101.3	112.5	109.9	108.1	106.1	104.1	104.1	104.1
TOTAL TREASURY	670.5	745.5	695.6	693.8	665.6	651.6	641.9	621.9
Excise License Tax	285.8	322.5	337.5	337.5	359.0	382.0	398.0	414.0
Insurance Fees	47.6	52.8	53.0	53.0	55.1	57.3	59.6	62.0
TOTAL INSURANCE	333.3	375.2	390.5	390.5	414.1	439.3	457.6	476.0
Misc Public Safety/ABP	11.9	11.5	8.6	8.6	8.3	9.3	10.1	10.6
Certificate of Title	25.5	24.7	18.7	18.7	18.1	20.2	22.1	23.1
Motor Vehicle License	97.6	97.7	77.0	77.0	78.6	86.4	94.6	95.5
Motor Vehicle Sales	359.5	342.0	260.3	260.3	252.0	281.0	307.0	321.0
Riverboat Gaming	389.3	397.8	380.0	380.0	380.0	380.0	380.0	380.0
Racetrack Slots	55.5	58.3	57.0	57.0	57.0	57.0	57.0	57.0
Video Poker	214.3	211.7	210.0	210.0	210.0	210.0	210.0	210.0
TOTAL PUBLIC SAFETY	1,153.6	1,143.6	1,011.6	1,011.6	1,004.0	1,043.9	1,080.8	1,097.2
Total TAX, LICENSES & FEES	11,688.0	12,055.3	11,138.5	11,145.1	9,868.3	10,006.2	10,388.8	10,742.6

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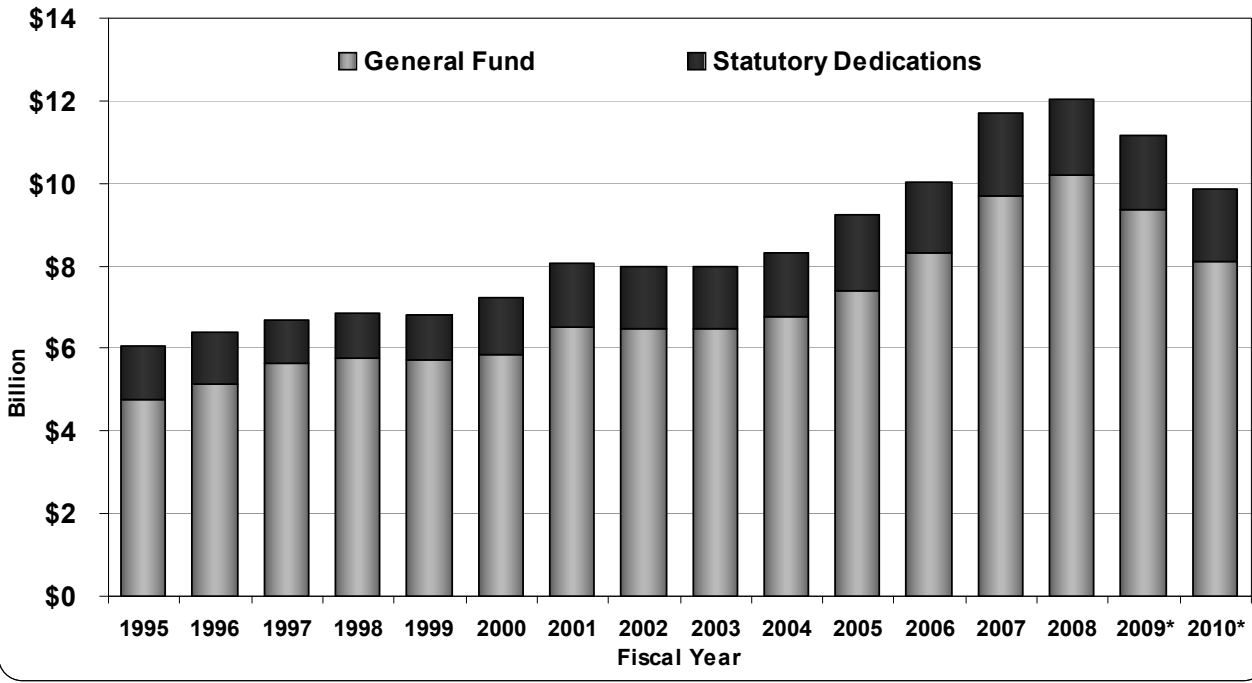
Dedications	ACTUAL	ACTUAL	FORECAST	FORECAST	FORECAST	FORECAST	FORECAST	FORECAST
	2006/07	2007/08	2008/09 EOB	2008/09 Feb. 18, 2009	2009/10 Feb. 18, 2009	2010/11 Feb. 18, 2009	2011/12 Feb. 18, 2009	2012/13 Feb. 18, 2009
Trans Trust/fuels	485.4	480.3	470.1	476.8	473.6	476.0	488.0	500.0
Trans Trust/motor vehicle lic	41.5	43.9	33.9	33.9	34.6	38.0	41.6	42.0
Trans Trust/sales jet fuel	9.7	9.7	9.7	9.7	29.8	29.8	29.8	29.8
Trans Trust/interest & fees	39.4	43.3	38.4	38.4	38.4	38.4	38.4	38.4
TIME/fuels	121.5	120.1	117.5	119.2	118.4	119.0	122.0	125.0
H F #2/motor vehicle license	11.3	10.7	8.9	8.9	9.1	10.0	11.0	11.1
State Highway Improvement Fund		6.8	25.3	25.3	34.4	37.8	41.4	41.8
Parishes/severance	41.7	48.9	38.4	38.4	33.4	33.6	34.4	34.5
Forest Productivity	3.2	3.0	3.0	3.0	3.0	3.0	3.0	3.0
Parishes/royalties	51.6	78.6	62.2	62.2	39.3	42.7	42.8	42.8
DNR/AG Support Fund	1.6	2.3	2.6	2.6	2.6	2.6	2.6	2.6
Wetlands Conservation&Rst	34.6	41.1	35.0	35.0	26.8	27.5	27.8	27.9
Mineral Revenue Audit & Set.	-	-	-	-	-	-	-	-
Education Support Fund	65.2	67.8	70.0	70.0	65.0	65.0	65.0	65.0
LA Econ Dev Port Dev Infra Fund	300.0	-	-	-	-	-	-	-
Workforce Develop Fd/sales	13.6	15.0	13.7	13.7	13.0	13.2	13.7	14.3
Tourism Promotion Dist/sal	18.3	25.6	23.3	23.3	21.9	22.3	23.2	24.2
2% Fire Insurance/excise lic	15.8	16.3	17.1	17.1	18.2	19.3	20.1	21.0
Fire Marshall/excise license	12.3	11.4	12.0	12.0	12.7	13.5	14.1	14.7
LSU Fireman Training /excise	2.5	2.3	2.4	2.4	2.5	2.7	2.8	2.9
Retirement Systems/insurance	47.6	52.8	53.0	53.0	55.1	57.3	59.6	62.0
State Police Salary Fund	15.6	15.6	15.6	15.6	15.6	15.6	15.6	15.6
Video Poker	64.3	63.5	65.3	65.3	65.3	65.3	65.3	65.3
Racetrack Slots	20.1	25.7	27.7	27.7	27.7	27.7	27.7	27.7
Lottery	129.0	129.7	128.5	128.5	122.5	122.5	122.5	122.5
SELF Fund	166.4	175.1	163.2	163.2	163.2	166.2	171.2	171.2
Riverboat Gaming	62.6	62.6	57.8	57.8	57.8	57.8	57.8	57.8
Compulsive & Problem Gaming	2.5	2.5	2.5	2.5	2.5	2.5	2.5	2.5
Budget Stabilization	-	-	-	-	-	-	-	-
Haz Waste Site	5.1	4.1	3.1	3.1	3.1	3.1	3.1	3.1
Supervision&Inspection Fees	6.0	8.6	8.6	8.6	8.6	8.6	8.6	8.6
Inspection Gasoline Fee	5.5	5.4	5.1	5.1	5.3	5.2	5.3	5.4
Louisiana & Tobacco Funds	69.3	73.4	76.7	76.7	81.5	86.5	91.8	91.8
Tobacco Tax Health Care Fund	42.7	42.5	42.7	42.7	42.4	42.3	42.2	42.1
Rapid Response Fund/Economic Dev	-	7.8	8.8	8.8	10.0	10.0	10.0	10.0
Rapid Response Fund/Workforce	-	-	10.0	10.0	10.0	10.0	10.0	10.0
Unclaimed Property Leverage	-	15.0	15.0	15.0	15.0	15.0	15.0	15.0
Capitol Tech	-	-	-	-	10.0	10.0	10.0	10.0
Provider Fees	101.3	112.5	109.9	108.1	106.1	104.1	104.1	104.1
NOW Waiver Fund		50.0						
Total Dedications	2,007.3	1,874.1	1,777.0	1,783.7	1,778.4	1,804.2	1,844.1	1,865.7
GENERAL FUND REVENUE	9,680.7	10,181.2	9,361.5	9,361.4	8,089.9	8,202.0	8,544.7	8,876.9
Fund Balance Transfer		-	-	-	-	-	-	-
GENERAL FUND REVENUE (including Fund Balance Transfer)	9,680.7	10,181.2	9,361.5	9,361.4	8,089.9	8,202.0	8,544.7	8,876.9

ECONOMIC OUTLOOK

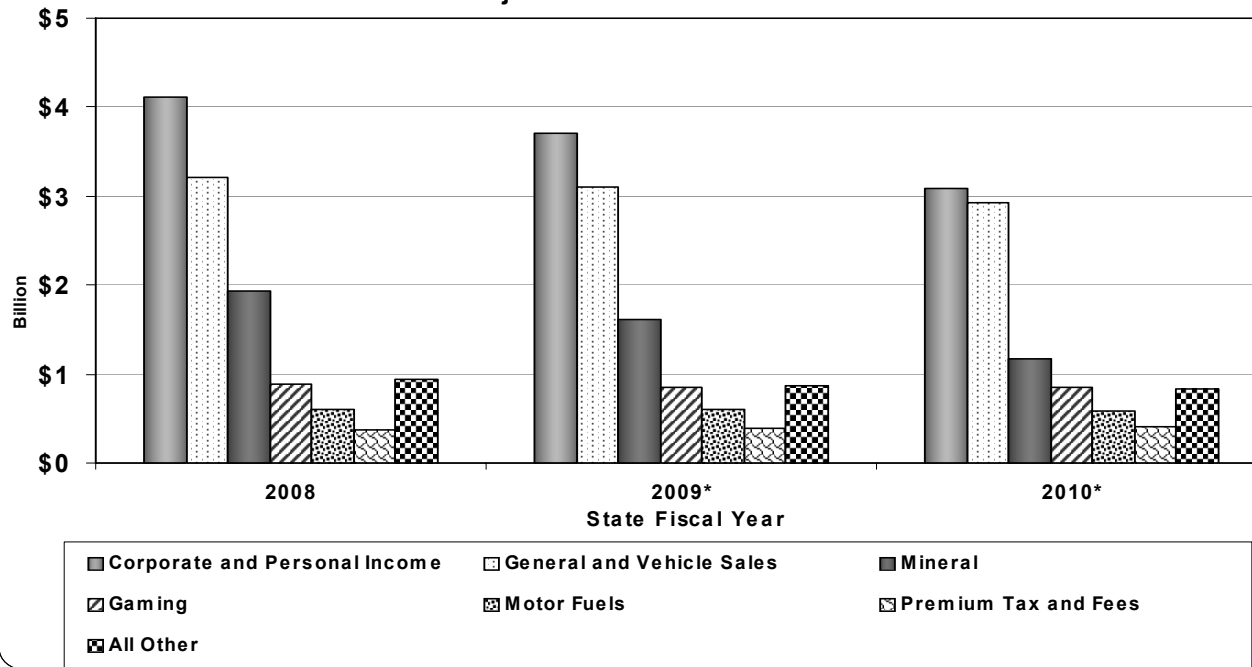
LOUISIANA ECONOMIC FORECAST SUMMARY BY FISCAL YEAR END JUNE 30

	<u>FY 2006</u>	<u>FY 2007</u>	<u>FY 2008</u>	<u>FY 2009</u>	<u>FY 2010</u>
Macroeconomic Assumptions					
Population (Thousand)	4,219.6	4,273.8	4,312.9	4,331.1	4,345.4
<i>% Change</i>	-6.1%	1.3%	0.9%	0.4%	0.3%
Louisiana Non-Agricultural Employment (Thousand)	1,841.4	1,890.5	1,937.7	1,925.0	1,898.8
<i>% Change</i>	-4.5%	2.7%	2.5%	-0.7%	-1.4%
National Non-Agricultural Employment (Million)	135.0	137.0	137.9	135.7	133.9
<i>% Change</i>	1.9%	1.4%	0.7%	-1.5%	-1.3%
Louisiana Wages and Salaries (\$ Billion)	67.8	73.7	78.9	81.1	81.3
<i>% Change</i>	3.7%	8.7%	7.0%	2.8%	0.2%
National Wages and Salaries (\$ Billion)	5,858.7	6,200.3	6,473.1	6,590.5	6,688.8
<i>% Change</i>	5.9%	5.8%	4.4%	1.8%	1.5%
Inflation (Implicit Price Deflator - Personal Consumption)	113.3	116.0	119.7	122.8	124.3
<i>% Change</i>	3.2%	2.4%	3.2%	2.5%	1.2%
Annual Change in Real Gross Domestic Product (2000\$)	3.0%	2.0%	2.4%	-0.7%	-0.1%
Mineral-Related Assumptions					
Severance Crude Oil Price (\$/barrel)	61.29	61.50	83.84	62.03	49.04
<i>% Change</i>	33.5%	0.3%	36.3%	-26.0%	-20.9%
Oil Production (Million Barrels)	68.9	76.8	77.1	71.8	75.1
<i>% Change</i>	-17.5%	11.5%	0.4%	-6.9%	4.6%
Henry Hub Natural Gas Price (\$/mmbtu)	8.96	6.87	8.28	6.14	5.47
<i>% Change</i>	42.0%	-23.3%	20.5%	-25.8%	-10.9%
Natural Gas Severance Rate (¢/MCF)	25.2	37.3	26.9	28.8	33.1
Natural Gas Production (Million MCF)	1,282.1	1,352.6	1,373.0	1,314.0	1,320.0
<i>% Change</i>	-5.4%	5.5%	1.5%	-4.3%	0.5%

TAXES, LICENSES AND FEES



TAXES, LICENSES & FEES Major Revenue Sources

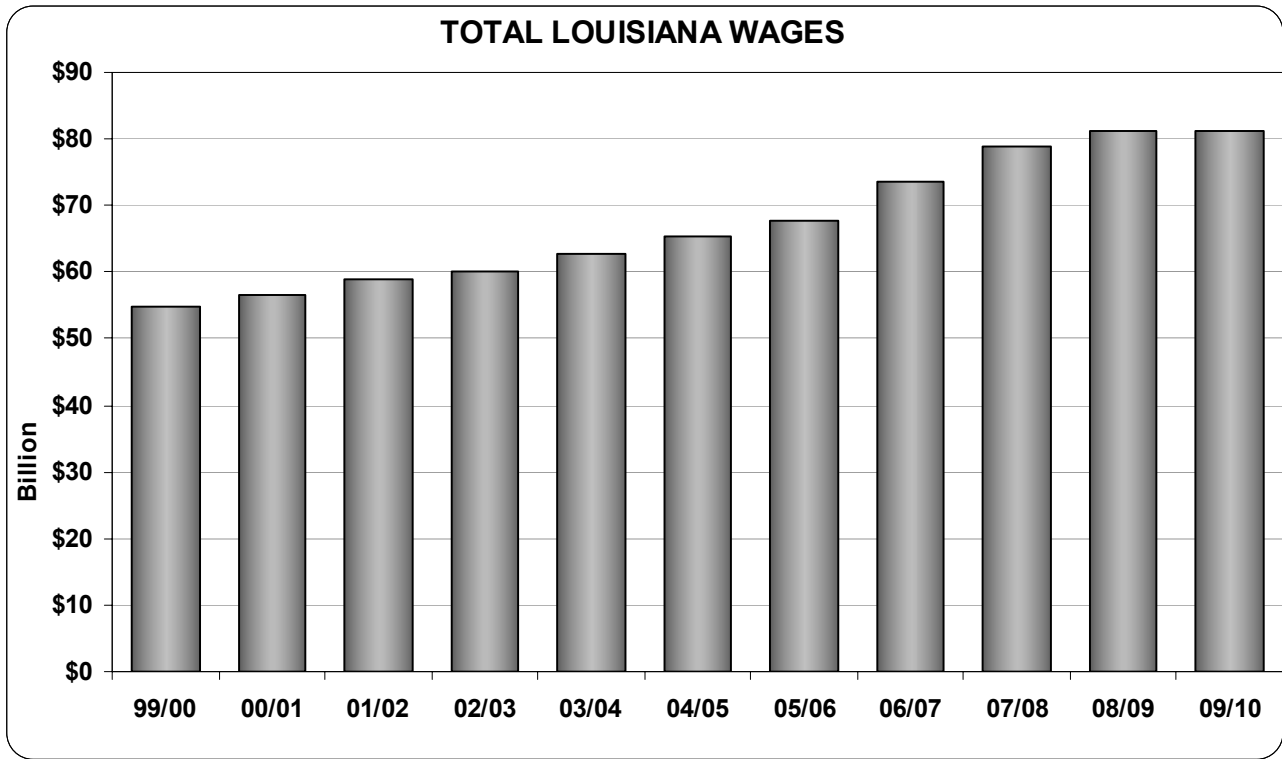


Louisiana Employment and Wages

Louisiana nonfarm employment continued to increase, slightly surpassing pre-storm levels in FY 2007/08. Most of the increase is attributable to construction. Due to the national recession employment is expected to decrease during both FY 2008/09 and FY 2009/10.

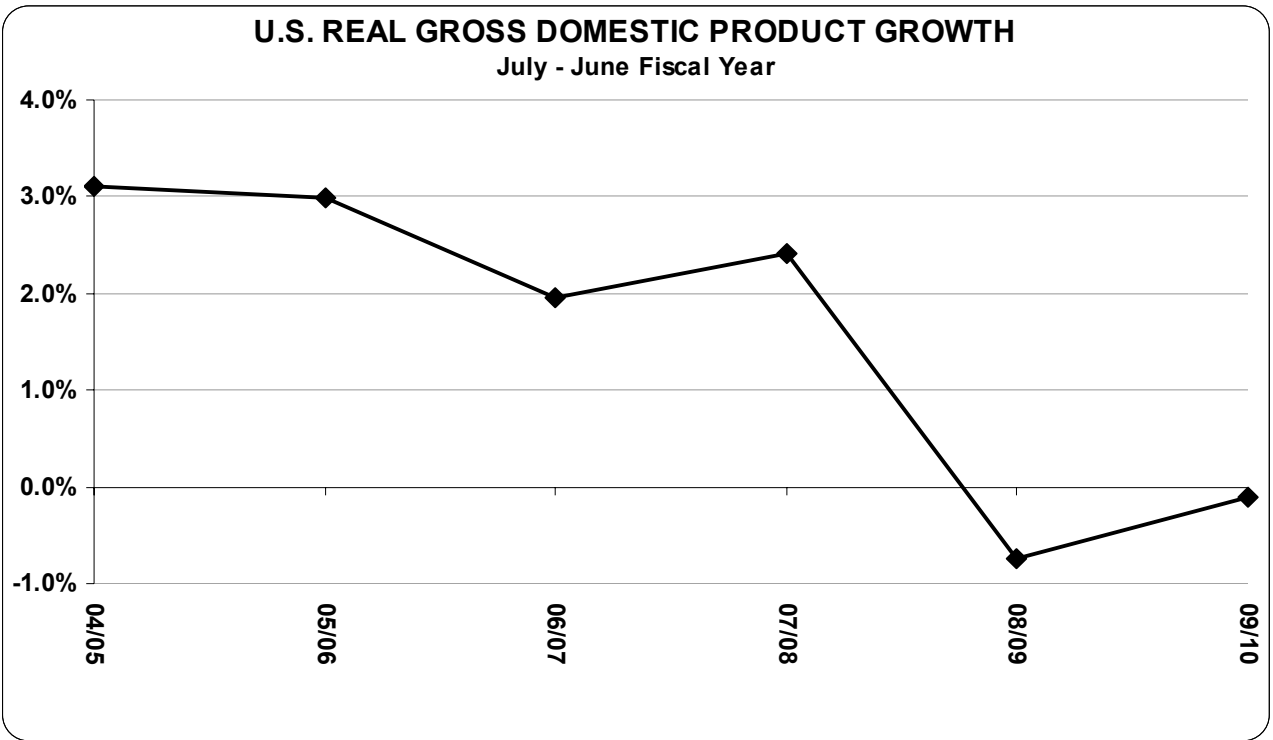
Louisiana wages grew annually by 7% in FY 2007/08 and are expected to increase an additional 3% in FY 2008/09 and .2% in FY 2009/10. The slowing growth is attributable to the national recession.

Louisiana Employment (Thousands, SA)	FY 2005/06	FY 2006/07	FY 2007/08	FY 2008/09 forecast	FY 2009/10 forecast
Statewide Nonfarm Employment	1,841	1,890	1938	1,925	1,899
Goods Producing	322	337	346	339	323
Natural Resources & Mining	46	50	51	52	53
Construction	125	131	136	132	115
Total Manufacturing	150	156	159	155	155
Service Providing	1,519	1,553	1,591	1,586	1,576
Trade, Transportation & Utilities	368	379	385	379	369
Information	28	27	27	26	25
Financial Activities	96	96	97	96	95
Professional & Business Services	189	198	203	198	195
Education & Health Services	233	241	251	256	261
Leisure & Hospitality	183	190	198	195	191
Other Services (except Public Administration)	65	68	69	68	67
Total Government	357	353	363	369	373



U.S. Real Gross Domestic Product

The following is based upon the Moody's Economy.com forecast. 2009 will likely be the worst year for the U.S. economy since the end of the 1930s. The recession that began in December 2007 will continue throughout much of 2009. Real GDP is expected to fall 2.6% peak to trough, and close to 5 million jobs will be lost. The unemployment rate will surge to over 9%. The drop in manufacturing will be especially severe, but the hallmark of this downturn will be its breadth across industries, occupations and regions. More than 300 of the nation's 381 metropolitan areas will be in recession.



Revenue Summary - Fiscal Year 2007/08

Continuing the post-storm strength in economic activity and sustained high energy prices, state general fund in FY 2007/08 increased by 5.2% over FY 2006/07.

	FY 2007/08 Actual (Million \$)	Annual Growth (Million \$)	Annual Growth (%)
Taxes, Licenses and Fees	12,055.3	367.3	3.1
Statutory Dedications	1,874.1	-133.2	-6.6
State General Fund	10,181.2	500.4	5.2

The following table ranks the revenue sources that contributed at least \$50 million to the increase over the prior fiscal year:

Annual Revenue Increases Greater than \$50 Million

Revenue Source	Annual Growth (Million \$)	Annual Growth (%)
Royalties	249.8	48.3
Severance	175.3	19.3
SGF Interest	63.6	50.8

Energy revenue increased in response to sustained high prices in both oil and gas as well as production growth for both oil and natural gas. State general fund interest grew due to the large size of the fund as previous years and current year revenue accumulated.

The following table ranks the revenue sources with the largest annual percentage declines and a \$10 million or more decrease during Fiscal Year 2007/08:

Annual Revenue Decreases Greater than \$10 Million

Revenue Source	Annual Growth (Million \$)	Annual Growth (%)
Corporate Income and Franchise	-112.7	-10.7
Individual Income	-88.4	-2.7
Vehicle Sales Tax	-17.6	-4.9
Various Agency Receipts	-14.7	-25.0

While the phenomenal collections of the two previous fiscal years masked the occurrence of various tax breaks, the continued phase-in of tax breaks began to manifest itself during FY 2007/08. More than \$30 million of the corporate decline was due to the phase out of the franchise tax on borrowed capital and the film infrastructure credit. Corporate profits for U. S. domestic industries declined by 7% during 2007 as well. The individual income decline was strictly due to tax law changes. Otherwise income tax collections would have increased by nearly 3%. Nearly all the income tax breaks were to the allowance of excess itemized deductions. Vehicle sales tax decreased as replacement vehicles were purchased and sales are returning to normal. Similarly, various agency receipts returned to a more normal level in FY 2007/08.

Revenue Summary - Fiscal Year 2008/09

The February 18, 2009 Revenue Estimating Conference forecast of available general fund revenue in FY 2008/09 was \$9,361.4 million, which was down 8.1% from the prior year forecast. A slide in oil price expectations as well as the national recession brought about extra caution in the FY 2008/09 outlook. With an annual decrease in SGF revenue, it is assumed that FY 2007/08 was the peak year of revenue increases following the 2005 storms with FY 2008/09 marking the first year of decline in revenue. Additionally, many of the tax cuts passed during the 2007 Regular Session became effective in FY 2008/09 which contributed to the decline in general fund revenue.

	FY 2008/09 Forecast (Million \$)	Annual Growth (Million \$)	Annual Growth (%)
Taxes, Licenses and Fees	11,145.1	-910.2	-7.6
Statutory Dedications	1,783.7	-90.4	-2.2
State General Fund	9,361.4	-819.7	-8.1

The following table ranks the revenue sources with the largest percentage growth and a \$15 million or higher increase over the prior fiscal year:

Annual Revenue Increases Greater than \$15 Million

Revenue Source	Annual Growth (Million \$)	Annual Growth (%)
Bonuses	63.7	105.5
Excise License (Insurance Premiums)	15	4.7

Bonuses had already doubled the prior year's total collections after the first four months of the fiscal year, when the oil price had averaged more than \$100 per barrel. The insurance premium tax continued to increase as post storm insurance rates stayed strong with increasing volume as more new or rebuilt homes require insurance.

The following table ranks the revenue sources with the largest annual percentage declines and a \$15 million or more decrease during Fiscal Year 2008/09:

Annual Revenue Decreases Greater than \$15 Million

Revenue Source	Annual Growth (Million \$)	Annual Growth (%)
Individual Income	-337.7	-10.7
Severance	-231.3	-21.3
Royalties	-145.3	-18.9
Vehicle Sales Tax	-81.7	-23.9
Corporate Combined	-58.4	-6.2
Interest	-38.7	-20.5
Sales	-23.1	-8
Motor Vehicle License	-20.7	-21.2
Riverboat Gaming	-17.8	-4.5

Individual income declined in response to numerous credits passed during the 2007 Regular Session that became effective in FY 2008/09, particularly continued phase-in of excess itemized deductions, an earned income tax credit and a one-time rebate of 7% of 2008 casualty insurance premiums. The national recession's impact on the state's wages and employment also contributes somewhat to this decline. Severance declined in response to oil prices that were expected to fall to \$62/barrel from its high of \$83.84 last year. Mineral production is expected to decrease not only by its long run decline rate but also due to the shut-in production resulting from Hurricanes Gustav and Ike. Royalties will decrease for the same reasons as the Severance; additionally, natural gas price is expected to fall from \$8.28/mmbtu last year to \$6.14. Vehicle sales continued to decline as purchases were made en masse after the destruction of the storms and typical buying patterns were disrupted. Furthermore, durable goods sales have suffered in response to the uncertainty arising the recession and the financial markets disaster. Corporate combined was expected to fall by 6% due to the tax law changes of film infrastructure credits, new markets credits, and borrowed capital being phased-out of the franchise tax base. State general fund interest is falling due to lower returns on investment. Sales tax is declining due to a 1% reduction in the rate on non-residential utilities purchases. Motor vehicle licenses are expected to decline as motor vehicle sales declines. Riverboat gaming is expected to decline as tourism declines due to the recession.

Revenue Summary - Fiscal Year 2009/10

The February 18, 2009 Revenue Estimating Conference forecast of available general fund revenue in FY 2009/10 was \$8,089.9 which was down 13.6% from the prior year forecast. A continuation of the state's tax breaks in conjunction with negative state employment growth account for the declining revenue.

	FY 2009/10 Forecast (Million \$)	Annual Growth (Million \$)	Annual Growth (%)
Taxes, Licenses and Fees	9,868.3	-1,276.8	-11.5
Statutory Dedications	1,778.4	-5.2	-.3
State General Fund	8,089.9	-1,271.5	-13.6

The following table ranks the revenue sources with the largest percentage growth and a \$15 million or higher increase over the prior fiscal year:

Annual Revenue Increases Greater than \$15 Million

Revenue Source	Annual Growth (Mil- lion \$)	Annual Growth (%)
Insurance Premium Tax	21.5	6.4

The premium tax continues to show higher collections as premiums remain high.

The following table ranks the revenue sources with the largest annual percentage declines and a \$15 million or more decrease during Fiscal Year 2009/10:

Annual Revenue Decreases Greater than \$15 Million

Revenue Source	Annual Growth (Million \$)	Annual Growth (%)
Individual Income	-312.0	-11.0
Corporate	-311.1	-35.3
Royalties	-229.0	-36.8
Sales	-168.7	-5.9
Severance	-112.0	-13.1
Bonuses	-112.0	-90.3
SGF Interest and Earnings	-20.0	-13.3

Individual income will decline due to Act 396 of 2008, which expands the income brackets. Furthermore, numerous credits passed during 2007 and 2008 become effective in FY 2009/10, particularly continued phase-in of excess itemized deductions and a tuition credit. Corporate collections will decline due to lower mineral prices and the recession. Royalties will decline due to falling mineral prices; oil is projected to drop to \$49/barrel and natural gas to \$5.47/mmbtu. The Severance decline due to the oil price drop is partially offset by an increase in the natural gas severance tax rate. Sales tax will decline primarily due to tax law changes. The most significant is the 2.3% reduction of the tax rate on utilities purchased by businesses. Bonuses are expected to return to a normal level following the remarkable lease sales of the summer and fall of 2008. State general fund interest is expected to fall as surpluses are spent and general fund revenue available for investment declines.