

**COMPARATIVE STATEMENT OF OFFICIAL REVENUE FORECASTS AND ACTUAL REVENUE
FISCAL YEARS 2010/2011 THROUGH 2016/2017 (IN MILLIONS)**

Revenue	ACTUAL 2010/11	ACTUAL 2011/12	FORECAST 2012/13 EOB	FORECAST 2012/13 Dec. 13, 2012	FORECAST 2013/14 Dec. 13, 2012	FORECAST 2014/15 Dec. 13, 2012	FORECAST 2015/16 Dec. 13, 2012	FORECAST 2016/17 Dec. 13, 2012
Alcoholic Beverage Tax	20.5	21.6	19.5	20.5	20.5	20.5	20.5	20.5
Beer Tax	35.6	35.4	35.6	35.6	35.6	35.6	35.6	35.6
Corporate Franchise Tax	-	-	-	-	-	-	-	-
Corporate Income Tax	-	-	-	-	-	-	-	-
Corporate Total	262.3	374.0	155.9	340.0	340.0	340.0	340.0	340.0
Gasoline and Special Fuels Tax	607.5	575.1	592.2	591.7	617.4	618.4	610.3	606.3
Gift Tax	0.1	(0.0)	-	-	-	-	-	-
Hazardous Waste Tax	3.4	3.1	3.3	3.1	3.0	3.0	3.0	2.9
Individual Income Tax	2,404.9	2,486.1	2,627.1	2,578.0	2,657.2	2,777.8	2,991.0	3,178.3
Inheritance Tax	1.0	(0.8)	1.0	1.0	1.0	1.0	1.0	1.0
Natural Gas Franchise Tax	2.5	4.9	2.5	5.0	5.0	5.0	5.0	5.0
Public Utilities	11.3	9.0	11.6	9.1	9.2	9.2	9.2	9.2
Auto Rental Excise	5.2	5.3	-	-	-	-	-	-
Sales Tax	2,610.1	2,580.6	2,767.5	2,593.6	2,710.8	2,758.8	2,847.9	3,078.4
Severance Tax	759.0	847.8	784.2	773.9	784.6	771.6	750.6	722.1
Supervision&Inspection Fees	8.1	7.9	8.3	8.0	8.1	8.1	8.1	8.1
Tobacco Tax	142.8	135.7	138.6	135.0	133.2	125.8	118.9	118.1
Unknown Owners	36.4	44.3	37.8	39.9	39.9	39.9	39.9	39.9
Miscellaneous Receipts	5.2	4.4	5.5	4.5	4.6	4.7	4.8	4.9
TOTAL REVENUE DEPT	6,915.9	7,134.3	7,190.5	7,138.8	7,370.0	7,519.3	7,785.8	8,170.3
Royalties	499.5	515.0	570.0	505.4	484.6	493.6	492.8	494.5
Rentals	19.2	12.9	15.0	13.5	13.5	13.5	13.5	13.5
Bonuses	23.6	21.0	22.5	22.0	22.0	22.0	22.0	22.0
Royalty Interest	3.8	2.9	3.8	2.9	2.9	2.9	2.9	2.9
TOTAL MINERAL BOARD	546.1	551.9	611.3	543.8	523.0	532.0	531.2	532.9
Interest on Investments	109.3	78.8	100.0	75.0	70.1	65.6	61.3	57.3
Interest Earnings (TTF)	1.5	0.8	1.0	0.8	0.8	0.8	0.8	0.8
Various Agency Receipts INA	78.2	39.6	41.3	41.3	41.3	41.3	41.3	41.3
Agency SGR Over-collections	25.9	24.3	18.1	22.0	22.0	22.0	22.0	22.0
Bond Reimbursements	4.0	85.6	4.0	4.0	4.0	4.0	4.0	4.0
Education Support Fund	46.9	47.1	48.1	47.7	48.3	48.9	49.5	50.2
Lottery	134.2	141.4	144.8	161.7	133.6	133.6	133.6	133.6
Land Based Casino	75.6	73.5	80.2	75.7	78.0	80.3	82.8	85.2
Tobacco Settlement	59.3	138.6	97.3	96.6	96.8	96.9	97.1	97.0
Provider Fees	109.5	105.9	108.4	106.9	106.9	106.9	106.9	106.9
TOTAL TREASURY	644.5	735.6	643.3	631.8	601.7	600.3	599.2	598.3
Excise License Tax	363.9	365.3	374.1	370.7	380.0	381.4	402.7	423.3
Insurance Fees	55.9	56.7	57.9	58.1	59.5	60.9	62.4	63.9
TOTAL INSURANCE	419.8	422.0	432.0	428.8	439.5	442.3	465.1	487.2
Misc Public Safety/ABP	12.5	12.4	12.6	12.5	12.6	12.6	12.7	12.8
Certificate of Title	21.9	23.2	21.9	23.7	24.2	24.7	25.2	25.7
Motor Vehicle License	96.9	124.2	105.0	125.7	127.1	128.6	130.2	131.7
Motor Vehicle Sales	293.2	322.8	333.0	333.5	373.1	416.3	447.0	452.1
Riverboat Gaming	358.3	359.2	356.0	359.2	359.2	359.2	359.2	359.2
Racetrack Slots	59.2	61.0	59.2	61.0	61.0	61.0	61.0	61.0
Video Poker	195.1	193.3	193.0	194.0	194.0	194.0	194.0	194.0
TOTAL PUBLIC SAFETY	1,037.0	1,096.1	1,080.7	1,109.5	1,151.2	1,196.4	1,229.2	1,236.5
Total TAX, LICENSES & FEES	9,563.3	9,939.8	9,957.8	9,852.7	10,085.4	10,290.3	10,610.5	11,025.2

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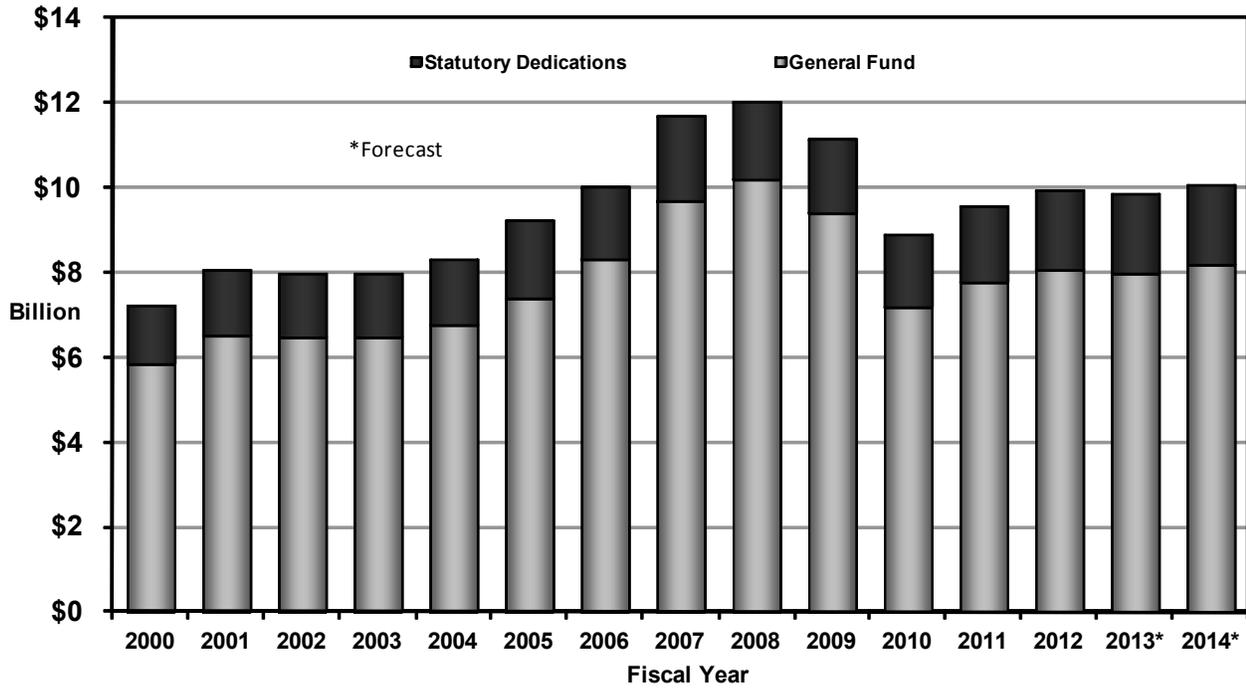
Dedications	ACTUAL 2010/11	ACTUAL 2011/12	FORECAST 2012/13 EOB	FORECAST 2012/13 Dec. 13, 2012	FORECAST 2013/14 Dec. 13, 2012	FORECAST 2014/15 Dec. 13, 2012	FORECAST 2015/16 Dec. 13, 2012	FORECAST 2016/17 Dec. 13, 2012
Trans Trust/fuels	486.0	460.1	473.8	473.4	493.9	494.7	488.3	485.1
Trans Trust/motor vehicle lic	41.8	47.3	45.7	53.8	54.5	55.1	55.8	56.4
Trans Trust/sales jet fuel	29.8	29.8	29.8	29.8	29.8	29.8	29.8	29.8
Trans Trust/interest & fees	29.6	28.4	26.8	26.8	26.8	26.8	26.8	26.8
TIME/fuels	121.5	115.0	118.4	118.3	123.5	123.7	122.1	121.3
H F #2/motor vehicle license	9.4	13.5	11.5	13.7	13.9	14.0	14.2	14.4
State Highway Improvement Fund	43.7	61.6	47.5	51.0	51.6	52.3	52.9	53.5
Parishes/severance	42.5	49.3	43.0	42.9	43.5	42.7	41.6	40.1
Forest Productivity	2.0	2.2	2.3	2.3	2.3	2.3	2.3	2.3
Parishes/royalties	49.0	51.0	57.0	50.5	48.5	49.4	49.3	49.5
DNR/AG Support Fund	1.6	9.8	1.6	1.6	1.6	1.6	1.6	1.6
Wetlands Conservation&Rst	29.1	30.8	30.7	29.3	29.2	29.1	28.7	28.2
Mineral Revenue Audit & Set	-	-	-	-	-	-	-	-
Education Support Fund	46.9	47.1	48.1	47.7	48.3	48.9	49.5	50.2
LA Econ Dev Port Dev Infra Fund	-	-	-	-	-	-	-	-
Workforce Develop Fd/sales	12.0	11.7	13.5	12.6	13.3	13.7	14.2	15.2
Tourism Promotion Dist/sal	23.1	22.0	23.3	22.0	23.1	23.8	24.7	26.5
2% Fire Insurance/excise lic	19.0	19.6	21.1	20.8	21.3	21.4	22.6	23.7
Fire Marshall/excise license	14.2	14.7	15.7	15.5	15.9	15.9	16.8	17.7
LSU Fireman Training /excise	2.8	2.9	3.1	3.1	3.2	3.2	3.3	3.5
Retirement Systems/insurance	55.9	56.7	57.9	58.1	59.5	60.9	62.4	63.9
ELT MATF Medicaid Managed Care	-	-	-	11.0	18.0	18.0	18.0	18.0
State Police Salary Fund	15.6	15.6	15.6	15.6	15.6	15.6	15.6	15.6
Video Poker	59.2	59.0	59.6	60.3	60.3	60.3	60.3	60.3
Racetrack Slots	30.6	32.4	32.5	33.0	33.0	33.0	33.0	33.0
Lottery	133.7	140.9	144.3	161.2	133.1	133.1	133.1	133.1
SELF Fund	152.0	150.2	157.0	153.2	155.4	157.8	160.2	162.7
Riverboat Gaming	56.4	56.4	52.2	52.7	52.7	52.7	52.7	52.7
Compulsive & Problem Gaming	2.5	2.5	2.5	2.5	2.5	2.5	2.5	2.5
Budget Stabilization	-	-	-	-	-	-	-	-
Haz Waste Site	3.4	3.1	3.3	3.1	3.0	3.0	3.0	2.9
Supervision&Inspection Fees	8.1	7.9	8.3	8.0	8.1	8.1	8.1	8.1
Inspection Gasoline Fee	5.2	4.3	5.1	5.1	5.3	5.3	5.3	5.2
Louisiana & Tobacco Funds	59.3	138.6	110.0	109.0	109.0	108.4	108.0	107.9
Tobacco Tax Health Care Fund	40.0	39.1	40.2	39.1	38.6	36.5	34.5	34.2
Rapid Response Fund/Economic Dev	15.0	10.0	10.0	10.0	10.0	10.0	10.0	10.0
Rapid Response Fund/Workforce	10.0	10.0	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	15.0
Capitol Tech	10.0	10.0	10.0	10.0	10.0	10.0	10.0	10.0
Provider Fees	109.5	105.9	108.4	106.9	106.9	106.9	106.9	106.9
NOW Waiver Fund	6.8	-	-	-	-	-	-	-
Total Dedications	1,792.4	1,874.3	1,854.8	1,878.9	1,890.0	1,895.3	1,892.7	1,897.5
GENERAL FUND REVENUE	7,770.0	8,064.5	8,103.0	7,973.8	8,195.5	8,395.0	8,717.8	9,127.7
Fund Balance Transfer	-	-	-	-	-	-	-	-
GENERAL FUND REVENUE (including Fund Balance Transfer)	7,770.0	8,064.5	8,103.0	7,973.8	8,195.5	8,395.0	8,717.8	9,127.7

ECONOMIC OUTLOOK

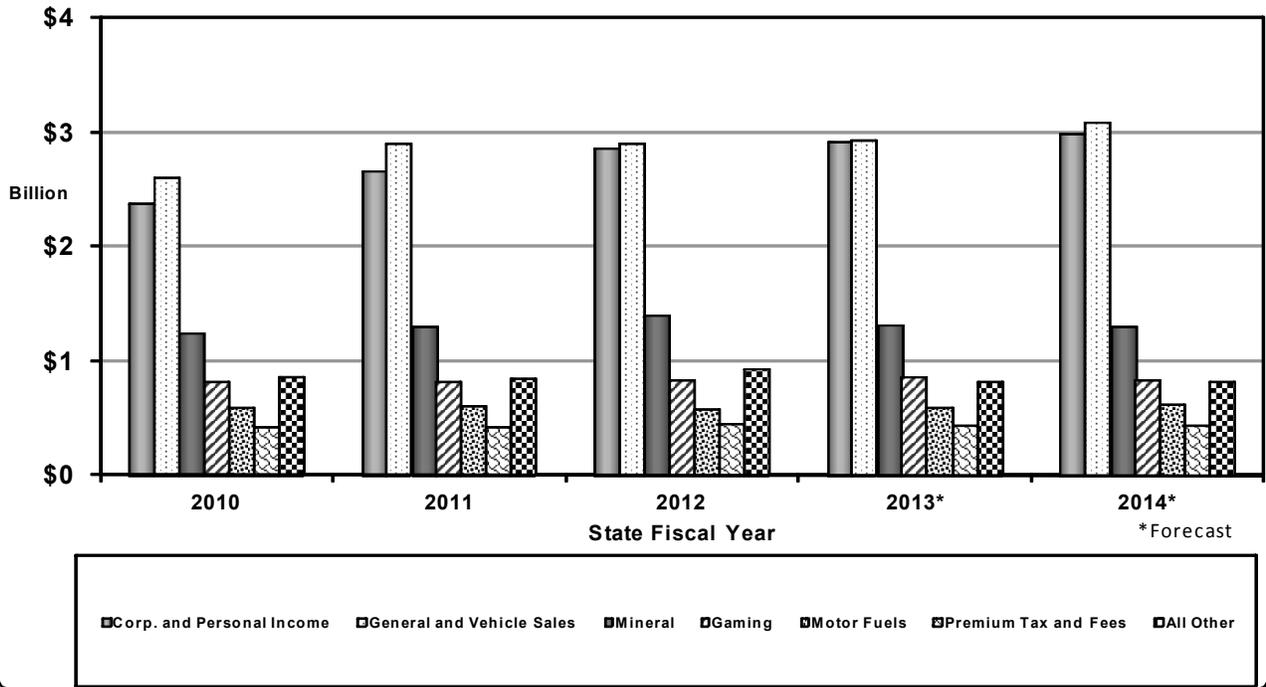
LOUISIANA ECONOMIC FORECAST SUMMARY BY FISCAL YEAR ENDING JUNE 30

	<u>FY 2010</u>	<u>FY 2011</u>	<u>FY 2012</u>	<u>FY 2013</u>	<u>FY 2014</u>
Macroeconomic Assumptions					
Population (Thousand)	4,526.6	4,566.2	4,590.4	4,615.8	4,638.8
<i>% Change</i>	1.3%	0.9%	0.5%	0.6%	0.5%
Louisiana Non-Agricultural Employment (Thousand)	1,885.1	1,891.0	1,929.5	1,950.2	1,974.0
<i>% Change</i>	-2.1%	0.3%	2.0%	1.1%	1.2%
National Non-Agricultural Employment (Million)	129.7	130.5	132.3	134.1	136.2
<i>% Change</i>	-3.2%	0.7%	1.4%	1.4%	1.6%
Louisiana Wages and Salaries (\$ Billion)	82.6	85.6	87.4	89.3	94.5
<i>% Change</i>	-1.5%	3.7%	2.1%	2.2%	5.8%
National Wages and Salaries (\$ Billion)	6,304.4	6,549.9	6,761.4	6,974.5	7,414.0
<i>% Change</i>	-1.5%	3.9%	3.2%	3.2%	6.3%
Inflation (Personal Consumption Deflator - Year 2005 = 100)	110.2	112.3	114.9	116.7	119.1
<i>% Change</i>	1.3%	1.9%	2.3%	1.5%	2.0%
Annual Change in U.S. Real Gross Domestic Product	0.2%	2.2%	2.0%	2.1%	2.9%
Mineral-Related Assumptions					
Severance Crude Oil Price (\$/barrel)	68.37	85.73	109.30	91.95	87.42
<i>% Change</i>	-13.0%	25.4%	27.5%	-15.9%	-4.9%
Oil Production (Million Barrels)	67.4	68.3	70.7	70.1	68.7
<i>% Change</i>	-2.2%	1.4%	3.4%	-0.9%	-2.0%
Henry Hub Natural Gas Price (\$/MCF)	4.31	4.31	3.26	3.25	3.87
<i>% Change</i>	-33.2%	0.1%	-24.5%	-0.2%	19.1%
Natural Gas Severance Rate (¢/MCF)	33.1	16.4	16.4	14.8	11.7
Natural Gas Production (Million MCF)	1,794.6	2,599.2	3,073.7	3,017.9	2,984.8
<i>% Change</i>	30.0%	44.8%	18.3%	-1.8%	-1.1%

TAXES, LICENSES AND FEES



TAXES, LICENSES AND FEES Major Revenue Sources



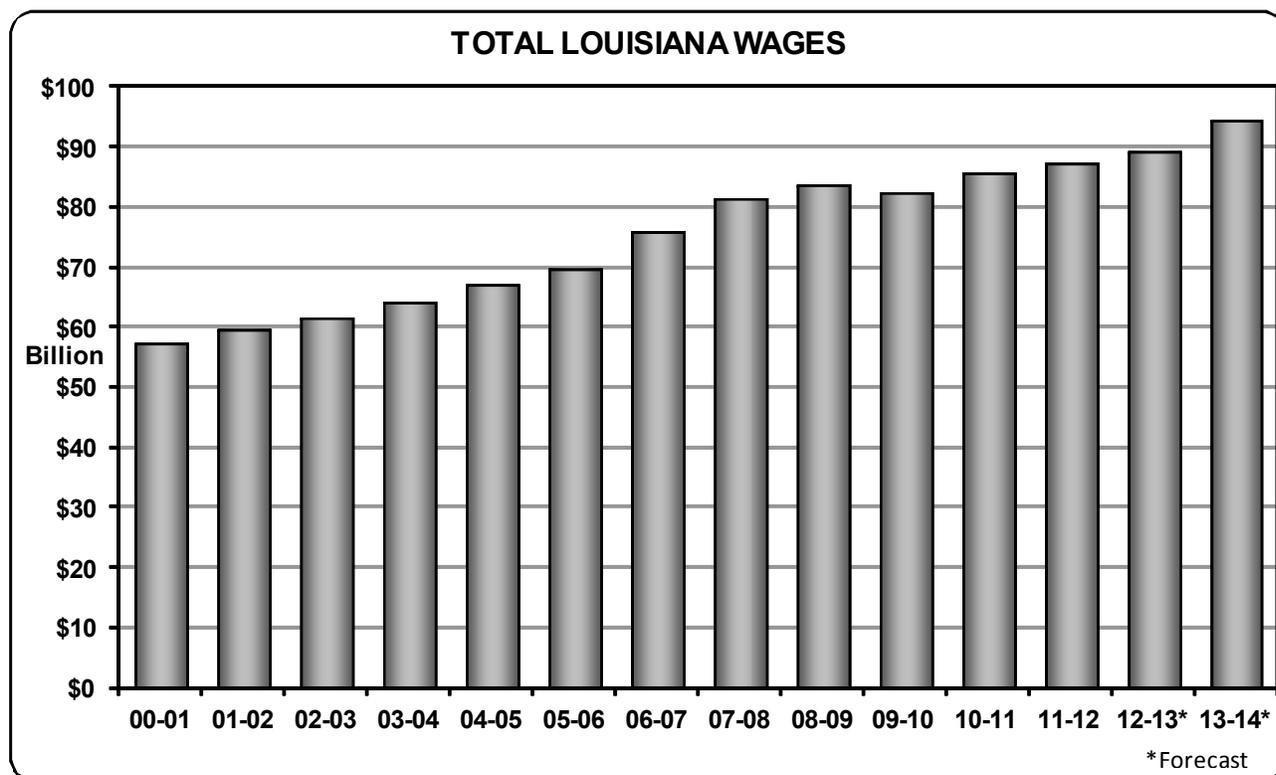
Louisiana Employment and Wages

Over the fiscal years in the aftermath of Katrina, Louisiana non-farm employment had been steadily rising, in tune with national economic activity. However, the financial crisis from late 2008 and its subsequent recession put a stop to such increases. For FY 2009-2010 non-farm employment fell by about 2%, with a very modest recovery in FY 2010-2011. FY 2011-2012 showed an improvement of 2%, while in FY 2012-2013 and FY 2013-2014 small recoveries are expected (1.1% and 1.2% respectively).

In the height of the economic crisis Louisiana nominal wages fell by 1.5% in FY 2009-2010 and recovered 3.7% and 2.1% in FY 2010-2011 and FY 2011-2012, respectively. The projection for FY 2012-2013 and FY 2013-2014 is a growth in nominal wages of 2.2% and 5.8%.

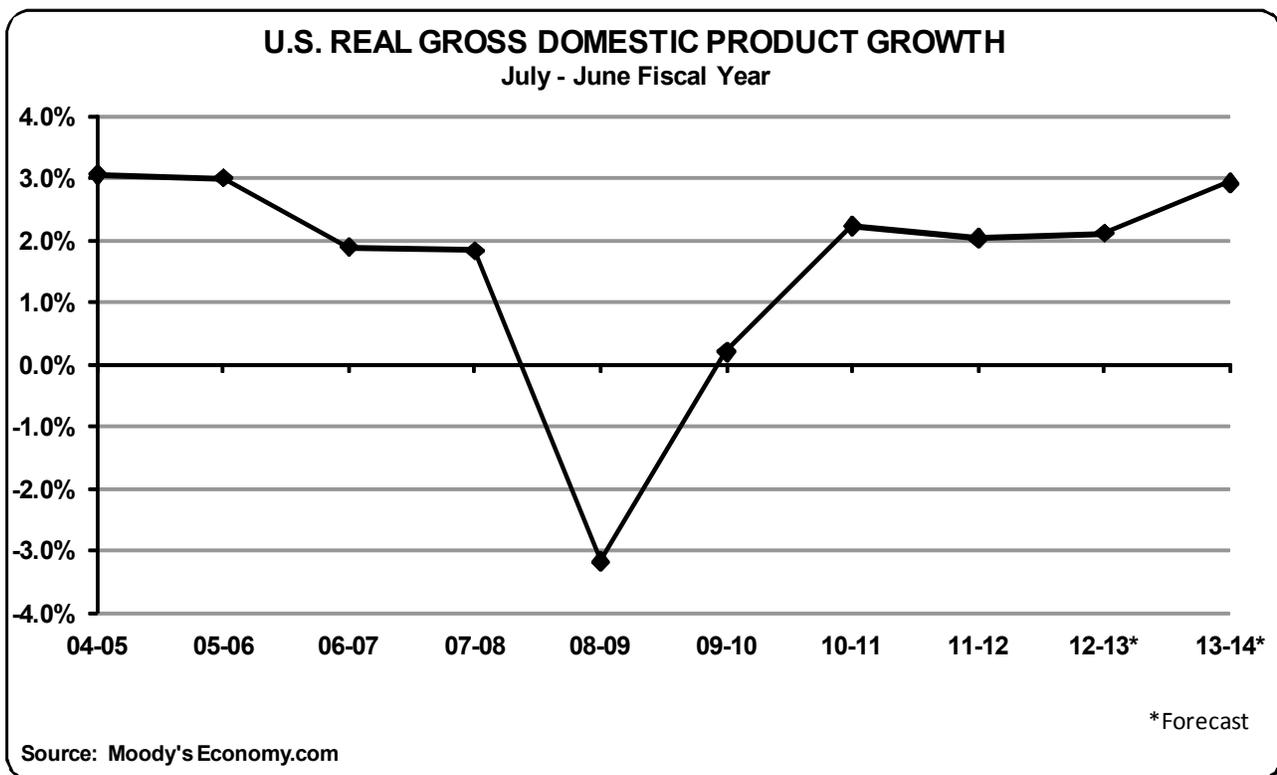
Louisiana Employment (Thousands, SA)	FY 09-10	FY 10-11	FY 11-12	FY 12-13 forecast	FY 13-14 forecast
Statewide Nonfarm Employment	1,885	1,891	1,929	1,950	1,974
Goods Producing	314	312	318	322	324
Natural Resources & Mining	51	52	56	58	58
Construction	124	122	122	122	123
Total Manufacturing	139	138	140	142	143
Service Providing	1,573	1,580	1,606	1,630	1,630
Trade, Transportation & Utilities	366	371	377	381	383
Information	25	24	24	23	24
Financial Activities	92	94	97	99	99
Professional & Business Services	191	195	199	199	200
Education & Health Services	269	274	288	293	299
Leisure & Hospitality	193	197	202	207	210
Other Services (except Public Administration)	66	64	63	65	67
Total Government	370	360	361	361	369

Source: Moody's Economy.com.



U.S. Real Gross Domestic Product

The following is based upon the data and forecast from Moody's website, Economy.com. The year 2009 was one of the worst years for the U.S. economy since World War II. The recession, which began late 2007, continued throughout 2008 and 2009. The National Bureau of Economic Research (NBER) Business Cycle Dating Committee has declared that the recession ended in the summer of 2009. U.S. real Gross Domestic Product (GDP) fell by 3.2% during FY 2008-2009, and close to 8 million jobs were lost since the economic downturn started. The national unemployment rate is now at about 7.8% and is widely expected to remain at that level for a protracted period of time before it recedes. During FY 2009-2010 U.S. real GDP remained flat, growing at a pace of 0.2%. FY 2010-2011 and FY 2011-2012 presented modest growth rates of 2.2% and 2% respectively, and projections by Moody's Economy.com indicate that for FY 2012-2013 and FY 2013-2014 the U.S. economy may grow by 2.1% and 2.9% respectively.



Revenue Summary - Fiscal Year 2011-2012

FY 2011-2012 saw a modest recovery in the tax collections. Taxes, Licenses and Fees (TLF) collections increased by 3.9%, and the State General Fund by 3.8% compared to the previous fiscal year.

	FY 2011-2012 Actual (Million \$)	Annual Change (Million \$)	Annual Change (%)
Taxes, Licenses and Fees	9,939.8	376.5	3.9
Statutory Dedications	1,874.3	87.8	4.9
State General Fund	8,065.5	295.5	3.8

The following table displays the revenue sources that showed an increase of at least \$10 million over the prior fiscal year:

Annual Revenue Increases Greater than \$10 Million

Revenue Source	Annual Change (Million \$)	Annual Change (%)
Corporate Franchise & Income Tax	111.7	42.6
Bond Reimbursements	81.6	2032.1
Individual Income Tax	81.2	3.4
Tobacco Settlement	79.3	133.8
Vehicle Sales Tax	29.6	10.1
Vehicle Licenses	27.3	28.1
Royalties	15.5	3.1

The highest percentage increase was in Corporate collections, which rose significantly percentage-wise. Vehicle related revenue streams (Sales Tax and Licenses) showed a considerable increase as well, given the strength of cars and trucks sales. Tobacco settlement revenue had a major increase in revenue because of a change in statute.

The next table ranks the revenue sources with the largest annual percentage declines and a \$10 million or more decrease during FY 2011-2012:

Annual Revenue Decreases Greater than \$10 Million

Revenue Source	Annual Change (Million \$)	Annual Change (%)
Various Agency Receipts	-38.6	-49.4
Motor Fuels & Special Fuels	-32.5	-5.3
Interest Earnings (SGF)	-30.5	-27.9
General Sales Tax	-29.5	-1.1

The most important items with significant reductions are the Motor Fuels excise taxes and the Interest Earnings. Motor Fuels taxes showed a decrease of 5.3%, and Interest Earnings on the State General Fund decreased by 28% (this is because interest rates are at historically low levels).

Revenue Summary - Fiscal Year 2012-2013

The Revenue Estimating Conference met on December 13, 2012 and adopted a forecast for fiscal year FY 2012-2013 that projected an amount for Taxes, Licenses and Fees of \$9,852.7 million; this was a reduction of about \$87 million compared to the actual collection of fiscal year FY 2011-2012. The State General Fund is projected to decrease by close to \$92 million, compared to the actual State General Fund collection in FY 2011-2012.

	FY 2012-2013 (Estimated) (Million \$)	Annual Change (Million \$)	Annual Change (%)
Taxes, Licenses and Fees	9,852.7	-87.1	-0.9
Statutory Dedications	1,878.9	4.6	0.2
State General Fund	7,973.8	-91.7	-1.1

The following table ranks the revenue sources with the largest percentage growth and a \$10 million or higher increase over the prior fiscal year:

Annual Revenue Increases Greater than \$10 Million

Revenue Source	Annual Change (Million \$)	Annual Change (%)
Individual Income Tax	91.9	3.7
Lottery Proceeds	20.3	14.4
Motor Fuels & Special Fuels	16.6	2.9
General Sales Tax	13.0	0.5
Vehicle Sales Tax	10.7	3.3

As the economy slowly recovers, it is projected that tax revenue will see some recovery as well, despite the reduction in the overall numbers. The growth of tax revenue collection is going on at a slow pace, despite the fact that the economy is on the way of gradual recovery.

The following table ranks the revenue sources with the largest projected annual percentage declines during FY 2012-2013:

Annual Revenue Decreases Greater than \$10 Million

Revenue Source	Annual Change (Million \$)	Annual Change (%)
Bond Reimbursements	-81.6	-95.3
Severance	-73.9	-8.7
Tobacco Settlement	-41.9	-30.2
Corporate Franchise & Income Tax	-34.0	-9.1

Severance tax collections have been falling, as noted above, because production volumes of oil and natural gas in the taxed areas have been falling over the last few years. Tobacco Settlement is projected to fall compared to FY 2011-2012 because of how statute reads after the constitutional change in October 2011. However, it is projected to remain stable from FY 2012-2013 onward. Corporate collections have a conservative outlook, given their idiosyncratic behavior.

Revenue Summary - Fiscal Year 2013-2014

The REC meeting on December 13, 2013 revised the forecast for FY 2013-2014. It projects a modest increase in the State General Fund for the fiscal year, compared to the projection for FY 2012-2013. The modest increase can be explained by a slow, but steady increase in economic activity over the coming year.

	FY 2013-2014 Forecast (Million \$)	Annual Change (Million \$)	Annual Change (%)
Taxes, Licenses and Fees	10,085.4	232.7	2.4
Statutory Dedications	1,890.0	11.1	0.6
State General Fund	8,195.5	221.7	2.8

The following table shows revenue sources that are projected to increase by \$10 million or more during FY 2013-2014:

Annual Revenue Increases Higher than \$10 Million

Revenue Source	Annual Change (Million \$)	Annual Change (%)
General Sales Tax	117.2	4.5
Individual Income Tax	79.2	3.1
Motor Fuels & Special Fuels	25.7	4.3
Severance	10.7	1.4

The increase projected in these revenues is linked to the expectation of a slow, but continual increase in economic activity; this is particularly true for the Individual Income Tax and the General Sales Tax.

The following table ranks the revenue sources with the largest projected annual percentage declines and a \$10 million or more estimated decrease during FY 2013-2014:

Annual Revenue Decreases Greater or Equal to \$10 Million

Revenue Source	Annual Change (Million \$)	Annual Change (%)
Lottery Proceeds	-28.1	-17.4
Royalties	-20.8	-4.1

For REC purposes, the Lottery proceeds are the only revenue stream that is followed on a calendar year (CY) basis (and not fiscal year). Thus, revenue for FY 2013-2014 is projected based on CY 2013 revenue. CY 2012 was a particularly good year for the Lottery, given that it had three major prizes that attracted attention (two Powerball prizes and one MegaMillions prize). This increased Lottery collections significantly; however, it is expected that for CY 2013 collections will return to normal, and this is the decrease reflected in the table.

