

**STATE REVENUE FORECAST
BASE CASE**
Does not incorporate additional revenue resulting from HEA 1001-2008 and HEA 1835-2007
Fiscal Years 2009, 2010, and 2011
May 27, 2009
(in millions)

| Revenue Source | Actual 2008 | Prior Forecast 2009 | Updated Forecast 2009 | Diff. From Prior Forecast | Percent Diff. From Prior Forecast | Percent Growth Over 2008 | Prior Forecast 2010 | Updated Forecast 2010 | Diff. From Prior Forecast | Percent Diff. From Prior Forecast | Percent Growth Over 2009 | Prior Forecast 2011 | Updated Forecast 2011 | Diff. From Prior Forecast | Percent Diff. From Prior Forecast | Percent Growth Over 2010 |
|-----------------------------|-------------------|---------------------|-----------------------|---------------------------|-----------------------------------|--------------------------|---------------------|-----------------------|---------------------------|-----------------------------------|--------------------------|---------------------|-----------------------|---------------------------|-----------------------------------|--------------------------|
| | Sales | \$5,534.4 | \$5,348.8 | \$5,260.4 | -\$88.4 | -1.7% | -5.0% | \$5,361.2 | \$5,256.0 | -\$105.2 | -2.0% | -0.1% | \$5,632.2 | \$5,518.8 | -\$113.4 | -2.0% |
| Individual | 4,837.5 | \$4,595.2 | \$4,339.9 | -255.3 | -5.6% | -10.3% | \$4,597.2 | \$4,289.3 | -307.9 | -6.7% | -1.2% | \$4,760.9 | \$4,547.2 | -213.7 | -4.5% | 6.0% |
| Corporate | 909.5 | \$843.9 | \$839.8 | -4.1 | -0.5% | -7.7% | \$808.7 | \$800.0 | -8.7 | -1.1% | -4.7% | \$824.7 | \$819.3 | -5.4 | -0.7% | 2.4% |
| Subtotal "Big Three" | \$11,281.4 | \$10,787.9 | \$10,440.1 | -\$347.8 | -3.2% | -7.5% | \$10,767.1 | \$10,345.3 | -\$421.8 | -3.9% | -0.9% | \$11,217.8 | \$10,885.3 | -\$332.5 | -3.0% | 5.2% |
| Gaming | 582.9 | 548.1 | 548.3 | 0.2 | 0.0% | -5.9% | 544.4 | 541.1 | -3.3 | -0.6% | -1.3% | 555.6 | 554.0 | -1.6 | -0.3% | 2.4% |
| Cigarette | 325.6 | 321.1 | 321.1 | 0.0 | 0.0% | -1.4% | 310.9 | 311.0 | 0.1 | 0.0% | -3.1% | 302.3 | 302.3 | 0.0 | 0.0% | -2.8% |
| AB Taxes | 16.4 | 15.9 | 15.9 | 0.0 | 0.0% | -3.0% | 15.9 | 16.0 | 0.1 | 0.6% | 0.6% | 16.0 | 16.0 | 0.0 | 0.0% | 0.0% |
| Inheritance | 165.6 | 180.0 | 180.0 | 0.0 | 0.0% | 8.7% | 167.5 | 167.5 | 0.0 | 0.0% | -6.9% | 167.5 | 167.5 | 0.0 | 0.0% | 0.0% |
| Insurance | 188.0 | 177.2 | 177.2 | 0.0 | 0.0% | -5.7% | 177.2 | 177.2 | 0.0 | 0.0% | 0.0% | 177.2 | 177.2 | 0.0 | 0.0% | 0.0% |
| Interest | 146.7 | 65.0 | 65.0 | 0.0 | 0.0% | -55.7% | 50.0 | 50.0 | 0.0 | 0.0% | -23.1% | 50.0 | 65.0 | 15.0 | 30.0% | 30.0% |
| Other | 224.0 | 212.5 | 212.5 | 0.0 | 0.0% | -5.1% | 222.5 | 222.5 | 0.0 | 0.0% | 4.7% | 222.5 | 222.5 | 0.0 | 0.0% | 0.0% |
| Subtotal | \$1,066.3 | \$971.7 | \$971.7 | \$0.0 | 0.0% | -8.9% | \$944.0 | \$944.2 | \$0.2 | 0.0% | -2.8% | \$935.5 | \$950.5 | \$15.0 | 1.6% | 0.7% |
| Grand Total | \$12,930.6 | \$12,307.7 | \$11,960.1 | -\$347.6 | -2.8% | -7.5% | \$12,255.5 | \$11,830.6 | -\$424.9 | -3.5% | -1.1% | \$12,708.9 | \$12,389.8 | -\$319.1 | -2.5% | 4.7% |

STATE REVENUE FORECAST
TOTAL GENERAL FUND REVENUE FORECAST
 Incorporates changes from HEA 1001-2008 and HEA 1835-2007
 Fiscal Years 2009, 2010, and 2011
 May 27, 2009
 (in millions)

| Revenue Sources | Actual 2008 | Prior Forecast 2009 | Updated Forecast 2009 | Diff. From Prior Forecast | Percent Diff. From Prior Forecast | Percent Growth Over 2008 | Prior Forecast 2010 | Updated Forecast 2010 | Diff. From Prior Forecast | Percent Diff. From Prior Forecast | Percent Growth Over 2009 | Prior Forecast 2011 | Updated Forecast 2011 | Diff. From Prior Forecast | Percent Diff. From Prior Forecast | Percent Growth Over 2010 |
|-----------------------------|-------------------|---------------------|-----------------------|---------------------------|-----------------------------------|--------------------------|---------------------|-----------------------|---------------------------|-----------------------------------|--------------------------|---------------------|-----------------------|---------------------------|-----------------------------------|--------------------------|
| | Sales | \$5,686.0 | \$6,240.0 | \$6,136.9 | -\$103.1 | -1.7% | 7.9% | \$6,254.4 | \$6,131.7 | -\$122.7 | -2.0% | -0.1% | \$6,570.6 | \$6,438.4 | -\$132.2 | -2.0% |
| Individual | 4,837.5 | \$4,595.2 | \$4,339.9 | -255.3 | -5.6% | -10.3% | \$4,597.2 | \$4,289.3 | -307.9 | -6.7% | -1.2% | \$4,760.9 | \$4,547.2 | -213.7 | -4.5% | 6.0% |
| Corporate | 909.5 | \$843.9 | \$839.8 | -4.1 | -0.5% | -7.7% | \$808.7 | \$800.0 | -8.7 | -1.1% | -4.7% | \$824.7 | \$819.3 | -5.4 | -0.7% | 2.4% |
| Subtotal "Big Three" | \$11,433.0 | \$11,679.1 | \$11,316.6 | -\$362.5 | -3.1% | -1.0% | \$11,660.3 | \$11,221.0 | -\$439.3 | -3.8% | -0.8% | \$12,156.2 | \$11,804.9 | -\$351.3 | -2.9% | 5.2% |
| Gaming | 582.9 | 605.9 | 608.4 | 2.5 | 0.4% | 4.4% | 646.9 | 645.8 | -1.1 | -0.2% | 6.1% | 658.9 | 660.7 | 1.8 | 0.3% | 2.3% |
| Cigarette | 325.6 | 321.1 | 321.1 | 0.0 | 0.0% | -1.4% | 310.9 | 311.0 | 0.1 | 0.0% | -3.1% | 302.3 | 302.3 | 0.0 | 0.0% | -2.8% |
| AB Taxes | 16.4 | 15.9 | 15.9 | 0.0 | 0.0% | -3.0% | 15.9 | 16.0 | 0.1 | 0.6% | 0.6% | 16.0 | 16.0 | 0.0 | 0.0% | 0.0% |
| Inheritance | 165.6 | 180.0 | 180.0 | 0.0 | 0.0% | 8.7% | 167.5 | 167.5 | 0.0 | 0.0% | -6.9% | 167.5 | 167.5 | 0.0 | 0.0% | 0.0% |
| Insurance | 188.0 | 177.2 | 177.2 | 0.0 | 0.0% | -5.7% | 177.2 | 177.2 | 0.0 | 0.0% | 0.0% | 177.2 | 177.2 | 0.0 | 0.0% | 0.0% |
| Interest | 146.7 | 65.0 | 65.0 | 0.0 | 0.0% | -55.7% | 50.0 | 50.0 | 0.0 | 0.0% | -23.1% | 50.0 | 65.0 | 15.0 | 30.0% | 30.0% |
| Other | 224.0 | 332.2 | 247.9 | -84.3 | -25.4% | 10.7% | 446.6 | 555.1 | 108.5 | 24.3% | 123.9% | 448.1 | 466.7 | 18.5 | 4.1% | -15.9% |
| Subtotal | \$1,066.3 | \$1,091.4 | \$1,007.1 | -\$84.3 | -7.7% | -5.5% | \$1,168.1 | \$1,276.8 | \$108.7 | 9.3% | 26.8% | \$1,161.1 | \$1,194.7 | \$33.5 | 2.9% | -6.4% |
| Grand Total | \$13,082.2 | \$13,376.4 | \$12,932.1 | -\$444.3 | -3.3% | -1.1% | \$13,475.3 | \$13,143.6 | -\$331.7 | -2.5% | 1.6% | \$13,976.2 | \$13,660.3 | -\$316.0 | -2.3% | 3.9% |