

ARKANSAS FISCAL NOTES



VOLUME XXI No. 12

JUNE 2008

GENERAL REVENUE SUMMARY

Provides narrative summaries of general revenues 1-3

TABLES A & B

Monthly and year-to-date general revenue collections, and forecast evaluation..... 4-5

TABLE C

Official general revenue forecast for 2007-2009 Biennium..... 6

TABLE D

General revenue history, economic assumptions, fiscal indicators
for FY 2004-2009 7-8

TABLE E

Comparison of FY 2008 General Revenue to 5/7/2007 Forecast..... 9

ECONOMIC NOTES

Economic indicators for the State and the Nation..... 10-14

MONTHLY REVENUE SUMMARY

Monthly summary of General Revenues..... 15-16

FY 08 OFFICIAL FORECAST FOR GENERAL REVENUE DISTRIBUTIONS

General revenue budget and allocations 17-19

Educational Excellence.....20

OTHER FINANCIAL INFORMATION.....21

SPECIAL REVENUES

June22

REVENUE DIVISION REPORT OF GROSS COLLECTIONS

General, special, and trust revenues collected by Revenue Division..... 23-32

Material in ARKANSAS FISCAL NOTES is not copyrighted and may be reproduced. The Director of Finance and Administration would appreciate credit for the material used and a copy of the reprint.

DEPARTMENT OF FINANCE & ADMINISTRATION
ECONOMIC ANALYSIS & TAX RESEARCH
P.O. BOX 3278
LITTLE ROCK, AR 72203
(501) 682-1688

State of Arkansas
 Department of Finance and Administration
 Office of the Director
 Economic Analysis and Tax Research

Mike Beebe, Governor

Richard Weiss, Director

Vol. XXI No. 12

Arkansas Fiscal Notes

June 2008

GENERAL REVENUE SUMMARY: June FY 2008

Fiscal Year 2008 Net Available General Revenues and Surplus: Fiscal year 2008 net available general revenues totaled \$4,529.2 million, an increase of \$61.3 million or 1.4 percent above last year. The revenues fully funded all allocations in the Revenue Stabilization Law and produced a surplus of \$176.5 million in general revenue funds.

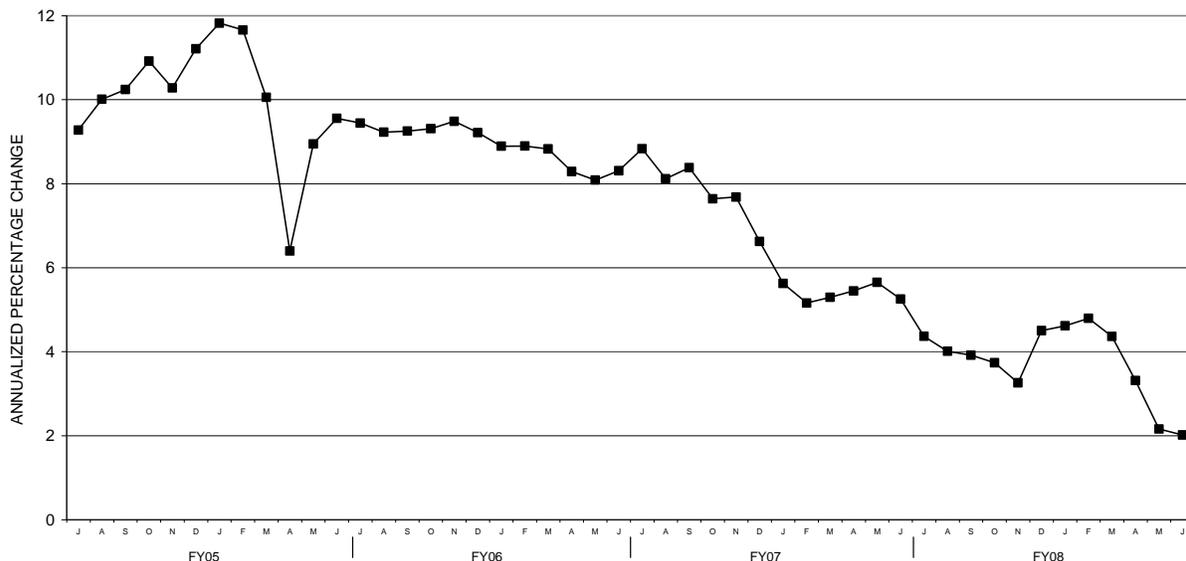
Of the surplus amount, a total of \$72 million was derived from non-recurring factors. This included \$65 million from individual income tax collections and \$7 million in corporate income tax.

With respect to the forecast, the surplus was \$81.7 million above projections. Of this amount, individual income tax collections contributed \$54.6 million, corporate income tax refunds contributed \$9 million, and a mix of other deductions accounted for \$25.7 million. Corporate income tax collections accounted for the only significant underperforming category relative to the forecast (-\$24.8 million).

Fiscal Year 2008 Gross General Revenues totaled \$5,575.0 million, an increase of \$135.1 million or 2.5 percent above FY 07. Gross general revenues were \$46.5 million or 0.8 percent above the general revenue forecast of May 7, 2008.

Net General Revenue Growth. Net general revenues are defined as gross general revenues less individual and corporate income tax refunds. For the twelve-month period ending in June, net general revenues totaled \$5,120.9 million and increased at an annual rate of 2.0 percent. One year ago, the net general revenues increased by 5.3 percent.

ANNUALIZED RATE OF GROWTH IN NET GENERAL REVENUES



Fiscal Year 2008 Individual Income Tax Collections totaled \$2,762.9 million, an increase of \$226.8 million or 8.9 percent above last year and \$54.6 million or 2.0 percent above forecast. Collections for individual monthly withholding, the largest component of individual income tax, were \$2,067.0 million, representing an 8.8 percent increase above last year and 0.3 percent increase above forecasted levels. Collections for estimated payments were \$445.7 million or 8.4 percent above forecast. Both withholding and estimated payments were boosted by non-recurring business transactions during the year at \$38 million and \$27 million, respectively.

Fiscal Year 2008 Individual Income Tax Refunds totaled \$418.0 million, an increase of \$50.4 million or 13.7 percent above last year and \$0.6 million or 0.1 percent below forecast.

Fiscal Year 2008 General Revenue Corporate Income Tax Collections totaled \$354.0 million, a decrease of \$36.7 million or 9.4 percent below last year. Collections were \$24.8 million or 6.5 percent below forecast.

Combined General and Special Revenue Corporate Income Tax Collections. For the twelve-month period ending in June, general and special net corporate income taxes totaled \$342.5 million and decreased at an annual rate of 5.6 percent. One year ago, corporate income taxes decreased at an annual rate of 1.5 percent.

Fiscal Year 2008 Sales and Use Tax Collections totaled \$2,110.3 million, a decrease of \$77.4 million or 3.5 percent below last year. Sales and Use tax collections were \$13.8 million or 0.7 percent above forecast.

June Net Available Revenues totaled \$490.9 million, an increase of \$30.9 million or 6.7 percent above last year. Compared to the May 7, 2008 forecast, net available revenues were \$69.7 million or 16.5 percent above forecast.

June Gross General Revenues totaled \$544.4 million, an increase of \$22.1 million or 4.2 percent above FY 07. Gross general revenues were \$42.8 million or 8.5 percent above forecast.

June Individual Income Tax Collections totaled \$262.4 million, an increase of \$29.6 million or 12.7 percent above last year. Collections were \$43.0 million or 19.6 percent above forecast.

June Individual Income Tax Refunds totaled \$14.8 million, an increase of \$0.4 million or 2.4 percent above last year. Income tax refunds were \$0.2 million or 1.1 percent below forecast.

June General Revenue Corporate Income Tax Collections totaled \$54.4 million, a decrease of \$2.6 million or 4.5 percent below last year. Collections were \$6.5 million or 10.6 percent below forecast.

June Sales and Use Tax Collections totaled \$179.1 million, a decrease of \$8.0 million or 4.3 percent below last year. Sales and Use tax collections were \$3.4 million or 2.0 percent above forecast.

SPECIAL REVENUES OF NOTE

Special Corporate Income Taxes. Each month \$2.05 million (\$24.6 million total in FY 2008) in corporate income tax collections goes to *special* revenues. These revenues are not included in *general* revenue totals. They are allocated to the WorkForce 2000 Fund, which provides for the upgrading of the post-secondary technical colleges of the state.

Medicaid Program Trust Fund (Soft Drink Tax). FY 2008 collections totaled \$46.5 million, \$2.3 million less than FY 2007 collections of \$48.8 million.

Conservation Fund. The state *general* sales and use tax rate is 4.5%. Effective July 1, 1997, Act 156 of 1997, the Conservation Fund Act, levied a one-eighth of one-cent increase in the sales and use tax rate as a *special* revenue. After deductions, the remaining money is distributed to the Game Protection Fund (45%), the Department of Parks and Tourism (45%), Arkansas Department of Heritage (9%), and the Keep Arkansas Beautiful Fund (1%). FY 2008 collections totaled \$60.6 million, \$0.2 million less than FY 2007 collections of \$60.8 million.

Property Tax Relief Trust Fund. Acts 1 and 2 of the Second Extraordinary Session of 2000 levied a 0.5% increase in the sales and use tax rate effective January 1, 2001. This increase is *special* revenue dedicated to reimbursing Arkansas counties for the cost of homestead property tax credits created by Amendment 79 to the Arkansas Constitution. FY 2008 collections totaled \$235.6 million, \$7.1 million less than FY 2007 collections of \$242.7 million.

Educational Adequacy Fund. Act 107 of the Second Extraordinary Session of 2003 increased the state sales and use tax rate from 5.125% to 6.0%, effective March 1, 2004. It also expanded the sales and use tax base to new services and increased the wholesale vending tax rate and decal fees, effective July 1, 2004. Act 94 increased the minimum corporate franchise tax and the tax rate, effective for calendar years beginning January 1, 2004. The additional revenues are deposited as *special* revenues to the Educational Adequacy Fund to be used to fulfill the financial obligations of the state to provide an adequate educational system. FY 2008 collections totaled \$451.5 million, \$10.0 million less than FY 2007 collections of \$461.5 million.

TABLE A: GENERAL REVENUES FOR MONTH OF JUNE 2008

	ACTUAL JUNE 2008	FORECAST JUNE 2008	ACTUAL JUNE 2007	CHANGE FROM:			
				FORECAST		LAST YEAR	
				\$	%	\$	%
INDIVIDUAL INCOME	\$262,423,766	\$219,400,000	\$232,807,663	\$43,023,766	19.6	\$29,616,103	12.7
CORPORATE INCOME	54,440,006	60,900,000	56,992,473	(6,459,994)	(10.6)	(2,552,467)	(4.5)
SALES AND USE	179,147,105	175,703,700	187,150,236	3,443,405	2.0	(8,003,131)	(4.3)
ALCOHOLIC BEVERAGE	4,379,601	3,696,300	3,816,666	683,302	18.5	562,935	14.7
TOBACCO	12,382,795	12,200,000	12,125,874	182,795	1.5	256,921	2.1
INSURANCE PREMIUM	26,066,877	26,000,000	25,944,241	66,877	0.3	122,635	0.5
RACING	409,671	400,000	532,557	9,671	2.4	(122,886)	(23.1)
GAMES OF SKILL	528,163	300,000	369,777	228,163	76.1	158,386	42.8
SEVERANCE	1,994,937	900,000	1,163,261	1,094,937	121.7	831,676	71.5
CORPORATE FRANCHISE	0	0	0	0	0.0	0	0.0
ESTATE	(54,648)	0	(42,639)	(54,648)	0.0	(12,009)	(28.2)
REAL ESTATE TRANSFER	545	0	(2,343)	545	0.0	2,888	123.2
MISCELLANEOUS	2,716,154	2,100,000	1,510,742	616,154	29.3	1,205,413	79.8
GROSS REVENUES	\$544,434,972	\$501,600,000	\$522,368,508	\$42,834,972	8.5	\$22,066,465	4.2
PLUS:							
PROP. TAX RELIEF TRUST FUND	0	0	0	0	0.0	0	0.0
REVENUE ALLOTMENT RESERVE	0	0	0	0	0.0	0	0.0
LESS:							
SCSF/COF	16,096,553	15,100,000	15,425,359	996,553	6.6	671,194	4.4
INDIVIDUAL REFUNDS	14,832,591	15,000,000	14,480,482	(167,409)	(1.1)	352,109	2.4
CORPORATE REFUNDS	1,953,574	7,600,000	1,434,763	(5,646,426)	(74.3)	518,811	36.2
CLAIMS	0	10,000,000	0	(10,000,000)	(100.0)	0	0.0
ECON DEVEL INCEN FUND	535,751	5,200,000	3,415,435	(4,664,249)	(89.7)	(2,879,684)	(84.3)
WATER/SEWER BONDS	200,000	200,000	1,600,000	0	0.0	(1,400,000)	(87.5)
COLLEGE SAVINGS BONDS	0	0	0	0	0.0	0	0.0
MLA CITY/CO.	0	0	0	0	0.0	0	0.0
DESEG SETTLEMENT	(7,319,305)	0	0	(7,319,305)	0.0	(7,319,305)	0.0
EDUCATIONAL EXCELLENCE	24,868,716	24,900,000	23,727,010	(31,284)	(0.1)	1,141,706	4.8
EDUCATIONAL ADEQUACY	2,198,437	2,200,000	2,097,508	(1,563)	(0.1)	100,929	4.8
ELDERLY TRANSPORTATION	180,148	200,000	178,296	(19,852)	(9.9)	1,853	1.0
NET AVAILABLE	\$490,888,507	\$421,200,000	\$460,009,655	\$69,688,507	16.5	\$30,878,852	6.7
LESS: SURPLUS TO ALLOTMENT RESERVE FUND	\$176,522,653	\$94,847,937	\$409,271,937				
NET AVAILABLE DISTRIBUTION	\$314,365,854	\$326,352,063	\$50,737,718				

PREPARED BY THE OFFICE OF ECONOMIC ANALYSIS AND TAX RESEARCH, DF&A
NET AVAILABLE ESTIMATE: MAY 7, 2008, (A + A1 + B)

TABLE B: YEAR-TO-DATE GENERAL REVENUES

	ACTUAL YTD JUNE 2008	FORECAST YTD JUNE 2008	ACTUAL YTD JUNE 2007	CHANGE FROM:			
				FORECAST		LAST YEAR	
				\$	%	\$	%
INDIVIDUAL INCOME	\$2,762,881,589	\$2,708,300,000	\$2,536,077,172	\$54,581,589	2.0	\$226,804,417	8.9
CORPORATE INCOME	354,016,996	378,800,000	390,672,504	(24,783,004)	(6.5)	(36,655,508)	(9.4)
SALES AND USE	2,110,277,797	2,096,500,000	2,187,635,995	13,777,797	0.7	(77,358,198)	(3.5)
ALCOHOLIC BEVERAGE	41,214,543	40,100,000	37,979,870	1,114,543	2.8	3,234,673	8.5
TOBACCO	140,992,641	141,900,000	142,021,279	(907,359)	(0.6)	(1,028,638)	(0.7)
INSURANCE PREMIUM	95,200,000	95,200,000	94,100,000	0	(0.0)	1,100,000	1.2
RACING	5,197,530	5,100,000	5,277,131	97,530	1.9	(79,600)	(1.5)
GAMES OF SKILL	5,597,939	5,200,000	2,694,439	397,939	7.7	2,903,500	107.8
SEVERANCE	18,359,641	16,400,000	13,460,861	1,959,641	11.9	4,898,780	36.4
CORPORATE FRANCHISE	8,000,000	8,000,000	8,000,000	0	0.0	0	0.0
ESTATE	(539,039)	(400,000)	(807,441)	(139,039)	34.8	268,402	33.2
REAL ESTATE TRANSFER	7,108,990	7,100,000	2,604,779	8,990	0.1	4,504,211	172.9
MISCELLANEOUS	26,664,263	26,300,000	20,177,265	364,263	1.4	6,486,998	32.2
GROSS REVENUES	\$5,574,972,889	\$5,528,500,000	\$5,439,893,852	\$46,472,889	0.8	\$135,079,036	2.5
PLUS:							
PROP. TAX RELIEF TRUST FUND	0	0	22,000,000	0	0.0	(22,000,000)	(100.0)
REVENUE ALLOTMENT RESERVE	4,740,000	4,740,000	34,000,000	0	0.0	(29,260,000)	(86.1)
LESS:							
SCSF/COF	167,028,571	165,920,000	162,981,786	1,108,571	0.7	4,046,786	2.5
INDIVIDUAL REFUNDS	418,006,092	418,600,000	367,635,649	(593,908)	(0.1)	50,370,444	13.7
CORPORATE REFUNDS	36,098,288	45,100,000	52,675,836	(9,001,712)	(20.0)	(16,577,548)	(31.5)
CLAIMS	0	10,000,000	0	(10,000,000)	(100.0)	0	0.0
ECON DEVEL INCEN FUND	10,330,680	19,400,000	33,212,614	(9,069,320)	(46.7)	(22,881,934)	(68.9)
WATER/SEWER BONDS	2,400,000	2,400,000	2,700,000	0	0.0	(300,000)	(11.1)
COLLEGE SAVINGS BONDS	23,800,427	24,000,000	23,914,361	(199,573)	(0.8)	(113,934)	(0.5)
MLA CITY/CO.	7,245,886	7,300,000	7,246,295	(54,114)	(0.7)	(409)	(0.0)
DESEG SETTLEMENT	58,680,695	66,000,000	65,609,299	(7,319,305)	(11.1)	(6,928,604)	(10.6)
EDUCATIONAL EXCELLENCE	298,427,153	298,400,000	284,724,123	27,153	0.0	13,703,030	4.8
EDUCATIONAL ADEQUACY	26,381,467	26,400,000	25,170,096	(18,533)	(0.1)	1,211,371	4.8
ELDERLY TRANSPORTATION	2,118,913	2,200,000	2,135,926	(81,087)	(3.7)	(17,014)	(0.8)
NET AVAILABLE	\$4,529,194,716	\$4,447,520,000	\$4,467,887,868	\$81,674,716	1.8	\$61,306,849	1.4
LESS: SURPLUS TO ALLOTMENT RESERVE FUND	\$176,522,653	\$94,847,937	\$409,271,937				
NET AVAILABLE DISTRIBUTION	\$4,352,672,063	\$4,352,672,063	\$4,058,615,931				

PREPARED BY THE OFFICE OF ECONOMIC ANALYSIS AND TAX RESEARCH, DF&A.
NET AVAILABLE ESTIMATE: MAY 7, 2008, (A + A1 + B)

TABLE C
OFFICIAL GENERAL REVENUE FORECAST
2007 - 2009 Biennium

Millions of Dollars	FY 07			FY 08			05/07/08	FY 09	
	Actual	Increase	% CH	Actual	Increase	% CH	Estimate	Increase	% CH
INDIVIDUAL INCOME	2,536.1	179.8	7.6	2,762.9	226.8	8.9	2,706.5	-56.4	-2.0
CORPORATE INCOME	390.7	12.5	3.3	354.0	-36.7	-9.4	327.6	-26.4	-7.5
SALES AND USE	2,187.6	100.4	4.8	2,110.3	-77.4	-3.5	2,144.7	34.4	1.6
ALCOHOLIC BEVERAGE	38.0	1.2	3.3	41.2	3.2	8.5	41.7	0.5	1.2
TOBACCO	142.0	-0.4	-0.3	141.0	-1.0	-0.7	140.4	-0.6	-0.4
INSURANCE	94.1	1.9	2.1	95.2	1.1	1.2	97.8	2.6	2.7
RACING	5.3	0.1	1.4	5.2	-0.1	-1.5	4.9	-0.3	-5.7
GAMES OF SKILL	2.7	2.7	0.0	5.6	2.9	107.8	7.0	1.4	25.0
SEVERANCE	13.5	-0.3	-2.2	18.4	4.9	36.4	17.1	-1.3	-6.9
CORPORATE FRANCHISE	8.0	0.2	3.2	8.0	0.0	0.0	8.0	0.0	0.0
ESTATE	-0.8	-3.1	-135.2	-0.5	0.3	0.0	0.0	0.5	0.0
REAL ESTATE TRANSFER	2.6	0.0	-0.1	7.1	4.5	172.9	7.1	0.0	-0.1
MISCELLANEOUS	20.2	3.9	23.8	26.7	6.5	32.2	26.9	0.2	0.9
TOTAL GROSS	5,439.9	298.9	5.8	5,575.0	135.1	2.5	5,529.7	-45.3	-0.8
PLUS: GEN IMPROVEMENT	0.0	0.0	0.0	4.7	4.7	0.0	3.4	-1.3	-28.3
PROP. TAX RELIEF TR. FUND	22.0	3.8	21.2	0.0	-22.0	-100.0	0.0	0.0	0.0
REV. ALLOTMENT RESERVE	34.0	34.0	0.0	0.0	-34.0	-100.0	0.0	0.0	0.0
LESS: SCS/COF	163.0	-6.7	-4.0	167.0	4.0	2.5	165.9	-1.1	-0.7
INDIVIDUAL REFUNDS	367.6	24.2	7.0	418.0	50.4	13.7	448.1	30.1	7.2
CORP REFUNDS	52.7	24.2	84.8	36.1	-16.6	-31.5	54.1	18.0	49.9
CLAIMS RESERVE	0.0	0.0	0.0	0.0	0.0	0.0	10.0	10.0	0.0
ECON DEV INCENTIVE	33.2	25.2	314.1	10.3	-22.9	-68.9	23.4	13.1	126.5
WATER/SEWER BONDS	2.7	2.7	0.0	2.4	-0.3	-11.1	6.0	3.6	150.0
COLL SAVINGS BONDS	23.9	0.0	0.1	23.8	-0.1	-0.5	24.0	0.2	0.8
MLA CITY/CO TOURIST	7.2	0.0	0.0	7.2	0.0	0.0	7.1	-0.1	-2.0
EDUC EXCEL TRUST	284.7	19.4	7.3	298.4	13.7	4.8	286.2	-12.2	-4.1
DESEGREGATION	65.6	6.1	10.2	58.7	-6.9	-10.6	69.8	11.1	18.9
ELDERLY TRANSPORT	2.1	-0.1	-3.6	2.1	0.0	-0.8	2.2	0.1	3.8
EDUCATIONAL ADQCY	25.2	1.7	7.3	26.4	1.2	4.8	25.3	-1.1	-4.1
NET AVAILABLE	4,467.9	240.1	5.7	4,529.2	61.3	1.4	4,411.0	-118.2	-2.6
LESS: SURPLUS TO ALLOTMENT RESERVE FUND	-409.3			-176.5					
NET AVAILABLE DISTRIBUTION	4,058.6	233.6	6.1	4,352.7	294.1	7.2	4,411.0	58.3	1.3

PREPARED BY ECONOMIC ANALYSIS AND TAX RESEARCH, DF&A
NET AVAILABLE ESTIMATE FOR FY09: A + A1 + 53.9% of B

**TABLE D
GENERAL REVENUE HISTORY AND ECONOMIC ASSUMPTIONS**

Millions of Dollars	FY-04			FY-05			FY-06		
	Actual	Increase	%CH	Actual	Increase	% CH	Actual	Increase	% CH
INDIVIDUAL INCOME TAX	1,972.1	140.9	7.7	2,167.8	195.7	9.9	2,356.3	188.5	8.7
INDIVIDUAL REFUNDS	<u>259.2</u>	<u>(41.4)</u>	<u>(13.8)</u>	<u>292.8</u>	<u>33.6</u>	<u>13.0</u>	<u>343.5</u>	<u>50.7</u>	<u>17.3</u>
NET INDIVIDUAL INCOME	1,712.9	182.3	11.9	1,875.1	162.1	9.5	2,012.8	137.8	7.3
CORPORATE INCOME TAX	238.1	11.9	5.3	298.8	60.7	25.5	378.2	79.4	26.6
CORPORATE REFUNDS	<u>56.2</u>	<u>0.9</u>	<u>1.7</u>	<u>34.6</u>	<u>(21.6)</u>	<u>(38.4)</u>	<u>28.5</u>	<u>(6.1)</u>	<u>(17.7)</u>
NET CORPORATE INCOME	181.8	11.0	6.4	264.1	82.3	45.3	349.7	85.6	32.4
SALES AND USE TAX	1,802.5	87.1	5.1	1,945.1	142.6	7.9	2,087.2	142.1	7.3
NET ECONOMIC TAX REVENUE	3,697.3	280.4	8.2	4,084.4	387.0	10.5	4,449.7	365.4	8.9
OTHER TAX REVENUE	<u>321.8</u>	<u>51.6</u>	<u>19.1</u>	<u>318.8</u>	<u>(3.0)</u>	<u>(0.9)</u>	<u>319.3</u>	<u>0.5</u>	<u>0.1</u>
GROSS GENERAL REVENUES	4,334.5	291.5	7.2	4,730.6	396.0	9.1	5,141.0	410.4	8.7
PLUS: ACT 1022 (2003) (HSC)	0.0	0.0	0.0	1.7	1.7	0.0	0.0	(1.7)	(100.0)
GEN IMPROVEMENT	0.0	(17.3)	(100.0)	0.0	0.0	0.0	0.0	0.0	0.0
FED FISCAL RELIEF	25.0	25.0	0.0	0.0	(25.0)	(100.0)	0.0	0.0	0.0
PROPERTY TAX RELIEF TRUST FUND	25.0	25.0	0.0	25.0	0.0	0.0	18.2	(6.8)	(27.4)
REVENUE ALLOTMENT RESERVE	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
UNCLAIMED PROPERTY	14.0	14.0	0.0	0.0	(14.0)	(100.0)	0.0	0.0	0.0
LESS: SCS/COF	137.1	(0.9)	(0.7)	141.6	4.5	3.3	169.7	28.1	19.9
INDIVIDUAL REFUNDS	259.2	(41.4)	(13.8)	292.8	33.6	13.0	343.468	50.7	17.3
CORPORATE REFUNDS	56.2	0.9	1.7	34.6	(21.6)	(38.4)	28.501	(6.1)	(17.7)
CLAIMS	0.0	(3.4)	(100.0)	0.0	0.0	0.0	0.0	0.0	0.0
ECON DEVEL INCENTIVE FUND	10.3	(0.6)	(5.4)	11.2	1.0	9.3	8.0	(3.2)	(28.6)
WATER/SEWER BONDS	4.5	(0.4)	(8.1)	5.6	1.1	24.8	0.0	(5.6)	0.0
MLA CITY/CO TOURIST	8.7	0.6	8.0	7.7	(1.0)	(11.1)	7.2	(0.5)	(6.3)
DESEGREGATION SETTLEMENT	53.8	21.0	64.1	32.8	(21.0)	(39.1)	59.5	26.7	81.4
EDUC EXCEL TRUST FUND	233.9	4.5	2.0	245.9	12.0	5.1	265.4	19.5	7.9
ELDERLY TRANSPORTATION	2.2	(0.1)	(3.1)	2.2	(0.0)	(1.1)	2.2	0.0	0.3
COLLEGE SAVINGS BONDS	23.9	(0.0)	(0.0)	23.9	0.0	0.0	23.9	(0.0)	(0.0)
EDUCATIONAL ADEQUACY	0.0	0.0	0.0	21.7	21.7	0.0	23.5	1.7	7.9
ADD'L HSC TRANSFER	9.8	9.8	0.0	0.0	(9.8)	(100.0)	0.0	0.0	0.0
NET AVAILABLE	<u>3,598.8</u>	<u>348.0</u>	<u>10.7</u>	<u>3,937.1</u>	<u>338.3</u>	<u>9.4</u>	<u>4,227.8</u>	<u>290.6</u>	<u>7.4</u>
LESS: SURPLUS TO ALLOT. RESERVE	(72.9)	(72.9)	0.0	(307.2)	(234.3)	321.6	(402.7)	(95.5)	31.1
NET AVAILABLE DISTRIBUTION	<u>3,526.0</u>	<u>275.2</u>	<u>8.5</u>	<u>3,629.9</u>	<u>104.0</u>	<u>2.9</u>	<u>3,825.1</u>	<u>195.1</u>	<u>5.4</u>
ECONOMIC ASSUMPTIONS									
		FY 2004		FY 2005			FY 2006		
U.S. Nominal GDP (Billions \$)	11,379.4	633.8	5.9	12,072.3	692.9	6.1	12,846.0	773.7	6.4
U.S. GDP (Billions 2000\$ Chain-Weight)	10,633.9	452.9	4.4	10,873.0	239.1	2.2	11,181.7	308.8	2.8
U.S. GDP Deflator (Chain-Wt, 2000=100)	107.1	2.0	1.9	111.0	4.0	3.7	114.9	3.8	3.5
U.S. CPI Price Index (1984=100)	186.1	3.9	2.2	191.7	5.6	3.0	199.0	7.3	3.8
OIL - WTI Wellhead Avg. (\$ per barrel)	33.8	3.9	12.9	48.8	15.0	44.5	64.2	15.5	31.7
AR. Net General Revenue (Millions \$)	4,019.1	332.0	9.0	4,403.2	384.0	9.6	4,769.0	365.9	8.3
AR. Net GR % of Non-Farm Personal Income	6.014	0.3	5.3	6.175	0.2	2.7	6.215	0.0	0.7
AR. Non-Farm Personal Income (M\$)	66,825	3,355	5.3	71,305	4,480.0	6.7	76,730	5,424.5	7.6
AR. Wage & Salary Disbursements (M\$)	35,211	1,603	4.8	37,399	2,187.8	6.2	39,343	1,944.5	5.2
AR. Non-Farm Proprietor Income (M\$)	5,293	478.0	9.9	5,451	157.5	3.0	5,650	198.8	3.6
AR. Farm Proprietor Income (M\$)	1,769	707.5	66.7	1,937	168.3	9.5	700	(1,237.3)	(63.9)
AR. Payroll Employment (Thousands)	1,151.0	6.6	0.6	1,168.0	17.0	1.5	1,190.5	22.5	1.9
AR. Manufacturing Employment (Thousands)	204.0	(5.8)	(2.8)	202.2	(1.8)	(0.9)	201.0	(1.2)	(0.6)
AR. Prof. & Bus. Serv. Employment (Thous.)	105.9	2.9	2.8	110.0	4.1	3.8	113.5	3.5	3.2
AR. Population (Millions)	2,737	0.018	0.7	2,765	0.028	1.0	2,798	0.033	1.2
AR. Per Capita Income (\$)	25,059	1,326	5.6	26,276	1,217.4	4.9	27,670	1,394	5.3
AR. Taxable Sales (Billions \$)	40.06	1.9	5.1	43.23	3.2	7.9	46.38	3.2	7.3

**ECONOMIC ASSUMPTIONS AND THE
OFFICIAL GENERAL REVENUE FORECAST
2007-2009 BIENNIUM**

Millions of Dollars	FY-07			FY-08			05/07/08	FY-09	
	Actual	Increase	% CH	Actual	Increase	% CH	Estimate	Increase	% CH
INDIVIDUAL INCOME TAX	2,536.1	179.8	7.6	2,762.9	226.8	8.9	2,706.5	(56.4)	(2.0)
INDIVIDUAL REFUNDS	<u>367.6</u>	<u>24.2</u>	<u>7.0</u>	<u>418.0</u>	<u>50.4</u>	<u>13.7</u>	<u>448.1</u>	<u>30.1</u>	<u>7.2</u>
NET INDIVIDUAL INCOME	2,168.4	155.6	7.7	2,344.9	176.4	8.1	2,258.4	(86.5)	(3.7)
CORPORATE INCOME TAX	390.7	12.5	3.3	354.0	(36.7)	(9.4)	327.6	(26.4)	(7.5)
CORPORATE REFUNDS	<u>52.7</u>	<u>24.2</u>	<u>84.8</u>	<u>36.1</u>	<u>(16.6)</u>	<u>(31.5)</u>	<u>54.1</u>	<u>18.0</u>	<u>49.9</u>
NET CORPORATE INCOME	338.0	(11.7)	(3.4)	317.9	(20.1)	(5.9)	273.5	(44.4)	(14.0)
SALES AND USE TAX	2,187.6	446.7	25.7	2,110.3	(77.4)	(3.5)	2,144.7	34.4	1.6
NET ECONOMIC TAX REVENUE	4,694.1	590.6	14.4	4,773.1	79.0	1.7	4,676.6	(96.5)	(2.0)
OTHER TAX REVENUE	<u>325.5</u>	<u>(340.1)</u>	<u>(51.1)</u>	<u>347.8</u>	<u>22.3</u>	<u>6.8</u>	<u>350.9</u>	<u>3.1</u>	<u>0.9</u>
GROSS GENERAL REVENUES	5,439.9	298.9	5.8	5,575.0	135.1	2.5	5,529.7	(45.3)	(0.8)
PLUS: ACT 1022 (2003) (HSC)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
GEN IMPROVEMENT	0.0	0.0	0.0	4.7	4.7	0.0	3.4	(1.3)	(28.3)
FED FISCAL RELIEF	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
PROPERTY TAX RELIEF TRUST FUND	22.0	3.8	21.2	0.0	(22.0)	(100.0)	0.0	0.0	0.0
REVENUE ALLOTMENT RESERVE	34.0	34.0	0.0	0.0	(34.0)	(100.0)	0.0	0.0	0.0
UNCLAIMED PROPERTY	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
LESS: SCS/COF	163.0	(6.7)	(4.0)	167.0	4.0	2.5	165.9	(1.1)	(0.7)
INDIVIDUAL REFUNDS	367.6	24.2	7.0	418.0	50.4	13.7	448.1	30.1	7.2
CORPORATE REFUNDS	52.7	24.2	84.8	36.1	(16.6)	(31.5)	54.1	18.0	49.9
CLAIMS	0.0	0.0	0.0	0.0	0.0	0.0	10.0	10.0	0.0
ECON DEVEL INCENTIVE FUND	33.2	25.2	314.1	10.3	(22.9)	(68.9)	23.4	13.1	126.5
WATER/SEWER BONDS	2.7	2.7	0.0	2.4	(0.3)	(11.1)	6.0	3.6	150.0
MLA CITY/CO TOURIST	7.2	(0.0)	(0.0)	7.2	(0.0)	(0.0)	7.1	(0.1)	(2.0)
DESEGREGATION SETTLEMENT	65.6	6.1	10.2	58.7	(6.9)	(10.6)	69.8	11.1	18.9
EDUC EXCEL TRUST FUND	284.7	19.4	7.3	298.4	13.7	4.8	286.2	(12.2)	(4.1)
ELDERLY TRANSPORTATION	2.1	(0.1)	(3.6)	2.1	(0.0)	(0.8)	2.2	0.1	3.8
COLLEGE SAVINGS BONDS	23.9	0.0	0.1	23.8	(0.1)	(0.5)	24.0	0.2	0.8
EDUCATIONAL ADEQUACY	25.2	1.7	7.3	26.4	1.2	4.8	25.3	(1.1)	(4.1)
ADD'L HSC TRANSFER	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
NET AVAILABLE	<u>4,467.9</u>	<u>240.1</u>	<u>5.7</u>	<u>4,529.2</u>	<u>61.3</u>	<u>1.4</u>	<u>4,411.0</u>	<u>(118.2)</u>	<u>(2.6)</u>
LESS: SURPLUS TO ALLOT. RESERVE	(409.3)			(176.5)					
NET AVAILABLE DISTRIBUTION	<u>4,058.6</u>	<u>233.6</u>	<u>6.1</u>	<u>4,352.7</u>	<u>294.1</u>	<u>7.2</u>	<u>4,411.0</u>	<u>58.3</u>	<u>1.3</u>

ECONOMIC ASSUMPTIONS

	FY 2007			FY 2008 e			FY 2009 e		
U.S. Nominal GDP (Billions \$)	13,495.0	649.0	5.1	14,111.7	616.7	4.6	14,756.1	644.4	4.6
U.S. GDP (Billions 2000\$ Chain-Weight)	11,416.2	234.5	2.1	11,663.0	246.8	2.2	11,931.8	268.8	2.3
U.S. GDP Deflator (Chain-Wt, 2000=100)	118.2	3.3	2.9	121.0	2.8	2.4	123.7	2.7	2.2
U.S. CPI Price Index (1984=100)	204.1	5.1	2.6	210.9	6.8	3.3	215.7	4.8	2.3
OIL - WTI Wellhead Avg. (\$ per barrel) ***	63.4	(0.8)	(1.3)	89.3	25.9	40.8	93.3	4.0	4.5
AR. Net General Revenue (Millions \$)	5,019.6	250.5	5.3	5,120.9	101.3	2.0	5,027.5	(93.4)	(1.8)
AR. Net GR % of Non-Farm Personal Income	6.162	(0.1)	(0.9)	6.003	(0.2)	(2.6)	5.695	(0.3)	(5.1)
AR. Non-Farm Personal Income (Millions \$)	81,464	4,734.3	6.2	85,310	3,845.8	4.7	88,272	2,962.0	3.5
AR. Wage & Salary Disbursements (Millions \$)	41,092	1,749.0	4.4	42,825	1,732.9	4.2	44,580	1,754.7	4.1
AR. Non-Farm Proprietor Income (Millions \$)	5,775	125.0	2.2	5,785	10.2	0.2	5,825	40.7	0.7
AR. Farm Proprietor Income (Millions \$)	932	232.5	33.2	1,452	520.0	55.8	1,580	128.4	8.8
AR. Payroll Employment (Thousands)	1,201.6	11.1	0.9	1,203.3	1.7	0.1	1,207.9	4.6	0.4
AR. Manufacturing Employment (Thousands)	194.0	(7.0)	(3.5)	185.0	(9.0)	(4.6)	180.9	(4.1)	(2.2)
AR. Prof. & Bus. Serv. Employment (Thous.)	115.4	1.9	1.7	118.2	2.8	2.4	120.6	2.5	2.1
AR. Population (Millions)	2,826	0.028	1.0	2,847	0.021	0.7	2,867	0.020	0.7
AR. Per Capita Income (\$)	29,156	1,486	5.4	30,470	1,315	4.5	31,336	866	2.8
AR. Taxable Sales (Billions \$)	48.61	9.9	25.7	46.90	(1.7)	(3.5)	47.66	0.8	1.6

*** derived from a Customized Scenario from Moody's March 2008 Forecast

TABLE E
COMPARISON OF MAY 2, 2007 GENERAL REVENUE FORECAST
TO FY 2008 ACTUAL

Millions of Dollars	FY 08 Estimate 5/2/2007	Estimated Increase Over FY 07	% CH Over FY 07	FY 08 Actual	FY 08 Actual Over Estimate	% CH Over Estimate
INDIVIDUAL INCOME	2,590.9	54.8	2.2	2,762.9	172.0	6.6
CORPORATE INCOME	353.7	-37.0	-9.5	354.0	0.3	0.1
SALES AND USE TAX **	2,119.5	-68.1	-3.1	2,110.3	-9.2	-0.4
ALCOHOLIC BEVERAGE **	40.0	2.0	5.3	41.2	1.2	3.0
TOBACCO	140.6	-1.4	-1.0	141.0	0.4	0.3
INSURANCE	95.2	1.1	1.2	95.2	0.0	0.0
RACING	5.1	-0.2	-3.4	5.2	0.1	1.9
GAMES OF SKILL	4.3	1.6	59.6	5.6	1.3	30.2
SEVERANCE	13.7	0.2	1.8	18.4	4.7	34.0
CORPORATE FRANCHISE	8.0	0.0	0.0	8.0	0.0	0.0
ESTATE	0.0	0.8	0.0	-0.5	-0.5	N.A.
REAL ESTATE TRANSFER	7.1	4.5	172.6	7.1	0.0	0.1
MISCELLANEOUS	34.8	14.6	72.2	26.7	-8.1	-23.4
TOTAL GROSS	5,412.9	-27.0	-0.5	5,575.0	162.1	3.0
PLUS: GEN IMPROVEMENT	4.7	4.7	N.A.	4.7	0.0	0.9
PROPERTY TAX RELIEF TRUST FUND	0.0	-22.0	-100.0	0.0	0.0	N.A.
REV. ALLOTMENT RESERVE	0.0	-34.0	-100.0	0.0	0.0	N.A.
LESS: SCS/COF	162.4	-0.6	-0.4	167.0	4.6	2.9
INDIVIDUAL REFUNDS	397.7	30.1	8.2	418.0	20.3	5.1
CORPORATE REFUNDS	56.0	3.3	6.3	36.1	-19.9	-35.5
CLAIMS	10.0	10.0	0.0	0.0	-10.0	-100.0
ECON DEVEL INCEN FUND	19.4	-13.8	-41.6	10.3	-9.1	-46.7
WATER/SEWER BONDS	2.4	-0.3	-11.1	2.4	0.0	0.0
COLLEGE SAVINGS BONDS	24.0	0.1	0.4	23.8	-0.2	-0.8
MLA CITY/CO TOURIST	7.3	0.1	0.7	7.2	-0.1	-0.7
EDUC EXCELLENCE	297.8	13.1	4.6	298.4	0.6	0.2
DESEG SETTLEMENT	66.0	0.4	0.6	58.7	-7.3	-11.1
ELDERLY TRANSP	2.2	0.1	3.0	2.1	-0.1	-3.7
EDUCATIONAL ADQCY	26.3	1.1	4.5	26.4	0.1	0.3
NET AVAILABLE	4,346.1	-121.8	-2.7	4,529.2	183.1	4.2
LESS: SURPLUS TO ALLOTMENT RESERVE	0.0			176.5		
NET AVAILABLE DISTRIBUTED	4,346.1	287.5	7.1	4,352.7	6.6	0.2

PREPARED BY THE OFFICE OF ECONOMIC ANALYSIS AND TAX RESEARCH, DF&A

ECONOMIC NOTES

Most Recent Estimate of GDP Growth

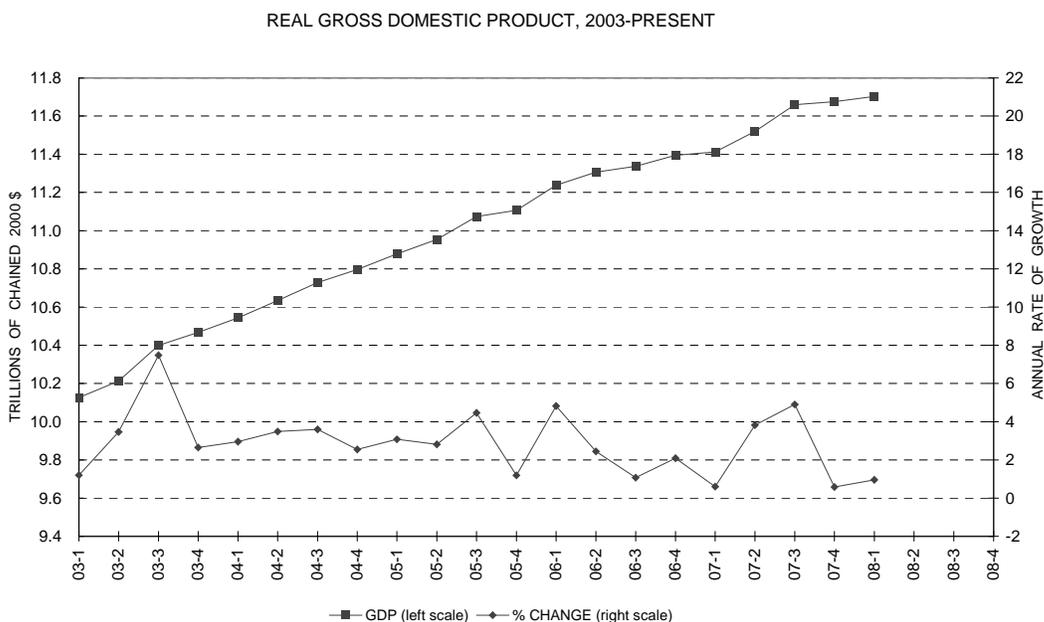
Gross Domestic Product is a measure of the nation's output of domestically produced goods and services. The Commerce Department's estimate of real GDP growth uses the chain-weighted measure instead of the fixed-weighted measure used previously. The chain-weighted measure better reflects yearly price fluctuations.

Quarterly estimates of GDP are released on the following schedule: Advance estimates, based on preliminary and incomplete source data and BEA assumptions about the missing source data, are released in the first month after the end of the quarter. Preliminary and final estimates, which incorporate additional and revised source data, are released in the second and third months, respectively.

The U.S. economy grew at a 1.0% annual rate in the first quarter of 2008 according to the Commerce Department's final estimate for GDP growth. This represents the third estimate for growth in the quarter and is higher than the previous quarter's revised growth rate of 0.6%. The Department noted that "The increase in real GDP in the first quarter primarily reflected positive contributions from personal consumption expenditures (PCE) for services, exports of goods and services, and federal government spending that were partly offset by negative contributions from residential fixed investment and PCE for durable goods."

Quarterly estimates of GDP since the first quarter of 2003, and the annualized growth rates implied by these estimates, are displayed in the graph below.

More detailed information about Gross Domestic Product may be found at the BEA's Web site at <www.bea.gov>.



Institute for Supply Management's Purchasing Managers' Index (PMI)

The Institute for Supply Management reported that the Purchasing Managers' Index rose to 50.2 percent in June from 49.6 percent in May. "The manufacturing sector showed a slight improvement in June as the PMI registered above 50 percent after four months of decline. While the PMI indicates minimal change is taking place month over month that is hardly the situation. When viewed from the manufacturer's perspective, they are experiencing higher prices for their inputs while demand for their products is slowing," reported Norbert J. Ore, C.P.M., chair of the Institute for Supply Management's Manufacturing Business Survey Committee. June data marked the first month of expansion in the manufacturing sector following four months of contraction.

The 50 percent mark is generally interpreted as the dividing line between growth and contraction in the manufacturing sector. An index in excess of 41.1 percent, over a period of time, indicates that the overall economy is expanding and under 41.1 percent that it is declining. According to the index, the overall economy grew for the 80th consecutive month in June.

The Purchasing Managers' Index is based on a survey of 300 purchasing officials in a variety of manufacturing industries and gauges improvement or decline in areas such as employment, production, inventory, and new orders.

The chart below tracks performance of the Purchasing Managers' Index since January 2002.



Labor Force Statistics, Arkansas and the U.S.

The U.S. Bureau of Labor Statistics reported that seasonally adjusted nonfarm employment for the nation fell 62,000 in June to a level of 137.6 million. This follows a revised loss of 62,000 in May. In June, Construction employment declined 43,000 overall, with declines represented in all categories. Seasonally adjusted Retail trade employment decreased 7,500 while Wholesale Trade employment fell by 2,400 during the month. Employment decreased by 33,000 jobs in Manufacturing with losses of 16,000 in durable goods industries and 17,000 in nondurable goods industries. Employment in Financial Activities decreased by 10,000 in June. Health Care and Social Assistance added 13,700 jobs in June including 14,500 in Health Care alone. Employment in the Government sector increased by 29,000 with increases in Federal, State, and Local government. The national unemployment rate of 5.5 percent was unchanged from May to June. The rate is up from 4.6 percent in June 2007.

In Arkansas, the Department of Workforce Services reported that nonfarm payroll employment (not seasonally adjusted) decreased 1,900 from May to a level of 1,212,200 in June. Trade employment increased by 800 (500 Retail, 300 Wholesale) on this seasonally unadjusted basis. Employment in Manufacturing increased by 200. Employment in Educational & Health Services decreased by 1,000, while employment in Leisure & Hospitality rose by 1,600. Government employment decreased by 6,000. The Information sector recorded a loss of 100 for the month-to-month comparison and a gain of 100 compared to year ago June estimates. The State's seasonally adjusted unemployment rate fell from 5.1 percent in May to 5.0 percent in June. The rate is down from 5.4 percent in June of 2007. The state rate is now 0.5 percent lower than the national rate in June. The state rate was 0.8 percent higher than the national rate in the year ago comparison.

Compared to June 2007, payroll employment in Arkansas is up by 2,200 or 0.2 percent in this preliminary estimate. The largest year-over-year gain of 2,700 occurred in Educational & Health Services. The sector with the largest percentage gain was Natural Resources & Mining (including Oil and Gas) with 8.4 percent, followed by Social Assistance with 4.4 percent. Among major sectors, Construction, Manufacturing, and Transportation & Utilities were down from June 2007. Manufacturing employment is down by 6,100 jobs (-3.2 percent) from last June.

ARKANSAS NONAGRICULTURAL WAGE AND SALARY EMPLOYMENT, BY INDUSTRIAL SECTOR

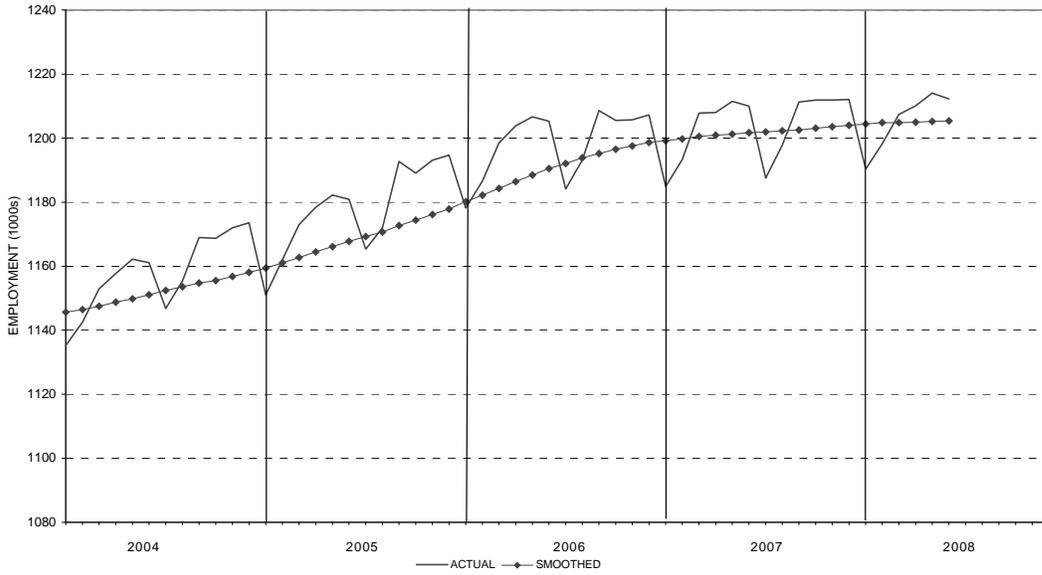
	JUNE 2008	MAY 2008	JUNE 2007	CHANGE SINCE:			
				LAST MONTH		LAST YEAR	
				N	%	N	%
TOTAL NONAGRICULTURAL WAGE AND SALARY EMPLOYMENT (1,000s)	1212.2	1214.1	1210.0	-1.9	-0.2	2.2	0.2
NATURAL RESOURCES/MINING	10.3	10.3	9.5	0.0	0.0	0.8	8.4
CONSTRUCTION	56.7	56.0	58.1	0.7	1.3	-1.4	-2.4
MANUFACTURING	183.5	183.3	189.6	0.2	0.1	-6.1	-3.2
DURABLE GOODS	97.0	96.6	100.3	0.4	0.4	-3.3	-3.3
NONDURABLE GOODS	86.5	86.7	89.3	-0.2	-0.2	-2.8	-3.1
WHOLESALE & RETAIL TRADE	183.2	182.4	182.8	0.8	0.4	0.4	0.2
TRANSP. & UTILITIES	66.7	66.8	67.9	-0.1	-0.1	-1.2	-1.8
INFORMATION	19.9	20.0	19.8	-0.1	-0.5	0.1	0.5
FINANCIAL ACTIVITIES	54.3	53.9	53.8	0.4	0.7	0.5	0.9
SERVICES	427.8	425.6	420.3	2.2	0.5	7.5	1.8
GOVERNMENT	209.8	215.8	208.2	-6.0	-2.8	1.6	0.8

SOURCE: Arkansas Department of Workforce Services

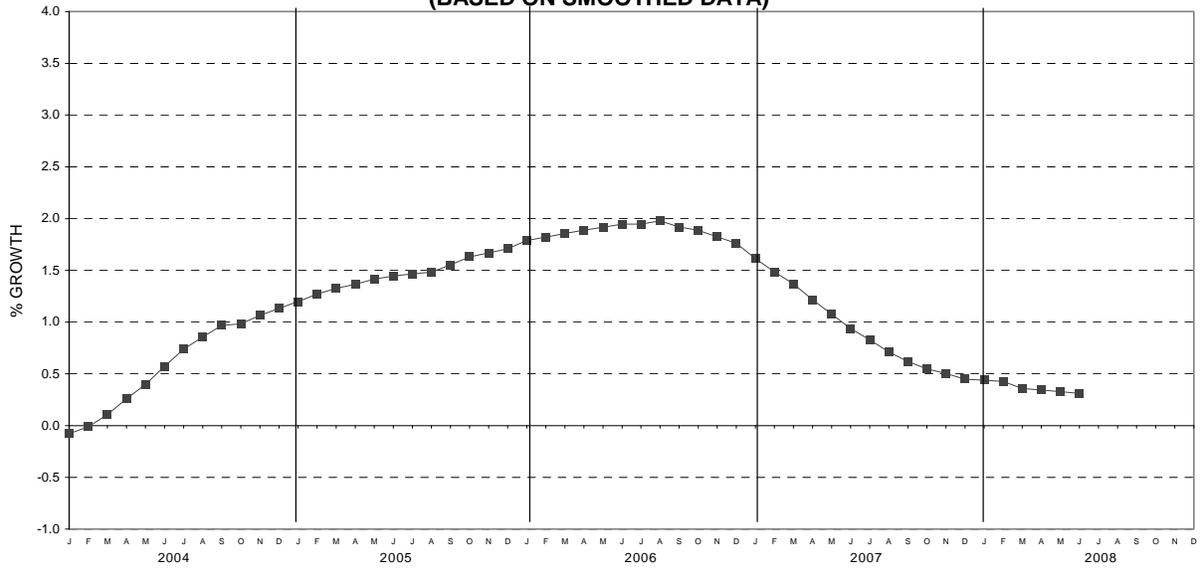
The graphs on the next page place Arkansas' employment growth patterns in a somewhat longer historical context. The upper graph shows the absolute level of nonagricultural employment in the state. The "actual" or unadjusted data show the seasonality of employment in the state, with sharp drops in employment occurring in January and July, while the "smoothed" data (12-month moving averages) reveal the underlying trends in employment.

Underlying growth trends are portrayed even more clearly in the lower graph, which gives the percentage increase in employment over a 12-month period, based on the smoothed data shown above. After accounting for some seasonal factors, the annualized rate of employment growth in the state was 0.3 percent in June 2008. The data in these two graphs reflect the benchmark revisions made by DWS and BLS in January 2008 to the data for 2006 and 2007.

ARKANSAS' NON-FARM PAYROLL EMPLOYMENT



**ARKANSAS' 12-MONTH EMPLOYMENT GROWTH
(BASED ON SMOOTHED DATA)**



The table below places Arkansas' employment growth in comparative national perspective. For the 12-month period ending in June 2008, Arkansas' employment rate of growth of 0.3 percent ranked 37th in the nation. Over the same 12-month period, employment in the nation as a whole rose by 0.6 percent.

TOTAL NONAGRICULTURAL JOB GROWTH FOR THE U.S. AND STATES:
12 MONTHS ENDING JUNE 2008 VS. 12 MONTHS ENDING JUNE 2007

State	Rank June 2008	Percent Change	Rank June 2007	Thousands of Jobs		
				Job Growth	June 2008	June 2007
Wyoming	1	3.2	2	9.1	292.2	283.1
Utah	2	2.6	1	32.1	1,263.0	1,230.9
Texas	3	2.6	5	264.2	10,484.5	10,220.3
Louisiana	4	2.5	9	47.4	1,937.9	1,890.5
Washington	5	2.0	8	59.1	2,955.1	2,896.0
Colorado	6	2.0	12	46.9	2,350.7	2,303.9
Montana	7	1.9	7	8.3	448.5	440.2
Nebraska	8	1.7	24	16.2	969.8	953.6
South Dakota	9	1.7	13	6.8	409.5	402.7
North Carolina	10	1.7	4	68.4	4,172.0	4,103.5
South Carolina	11	1.6	15	31.5	1,958.8	1,927.4
Oklahoma	12	1.6	20	24.1	1,577.5	1,553.4
North Dakota	13	1.5	17	5.3	360.4	355.1
New Hampshire	14	1.4	39	9.3	653.8	644.4
Kansas	15	1.3	18	17.9	1,384.2	1,366.3
Idaho	16	1.3	3	8.2	656.5	648.3
Kentucky	17	1.1	32	19.7	1,876.7	1,857.0
New York	18	1.0	26	88.7	8,768.4	8,679.7
New Mexico	19	1.0	14	8.2	846.8	838.5
Maryland	20	1.0	37	25.1	2,623.8	2,598.7
Oregon	21	1.0	11	16.6	1,737.2	1,720.6
Alabama	22	1.0	23	19.1	2,012.6	1,993.5
Georgia	23	0.9	19	37.5	4,160.3	4,122.8
Connecticut	24	0.8	30	13.4	1,702.5	1,689.1
Massachusetts	25	0.7	31	23.9	3,287.7	3,263.8
Iowa	26	0.7	27	10.4	1,521.6	1,511.3
UNITED STATES		0.6		885.8	137,837.6	136,951.8
Alaska	27	0.6	29	2.0	318.5	316.5
Virginia	28	0.6	28	23.1	3,768.5	3,745.3
Mississippi	29	0.6	22	6.9	1,154.9	1,148.1
Hawaii	30	0.5	16	3.4	625.6	622.2
Illinois	31	0.5	33	29.9	5,991.2	5,961.3
Minnesota	32	0.5	43	13.7	2,777.1	2,763.5
Pennsylvania	33	0.4	38	25.2	5,803.6	5,778.4
Indiana	34	0.4	47	12.4	2,990.9	2,978.5
Missouri	35	0.4	34	10.9	2,796.7	2,785.8
Maine	36	0.3	45	2.1	617.8	615.7
Arkansas	37	0.3	35	3.8	1,205.4	1,201.7
Tennessee	38	0.2	36	7.0	2,797.0	2,790.0
Delaware	39	0.2	48	0.9	437.1	436.2
California	40	0.2	25	29.4	15,163.0	15,133.5
West Virginia	41	0.2	41	1.4	758.2	756.9
Arizona	42	0.1	6	2.6	2,661.8	2,659.3
Wisconsin	43	0.1	40	1.5	2,877.7	2,876.3
New Jersey	44	0.0	46	1.9	4,074.6	4,072.7
Nevada	45	0.0	10	0.3	1,290.3	1,290.0
Vermont	46	0.0	44	0.0	307.9	307.9
Ohio	47	-0.2	49	-8.7	5,420.0	5,428.7
Florida	48	-0.5	21	-37.2	8,009.4	8,046.6
Rhode Island	49	-1.3	42	-6.3	488.4	494.7
Michigan	50	-1.4	50	-60.3	4,231.7	4,291.9

SOURCE: U.S. Bureau of Labor Statistics and DFA-Economic Analysis & Tax Research calculations

12 Month Summary of FY 2008 General Revenue Collections

	July 2007	August 2007	September 2007	October 2007	November 2007	December 2007
REVENUES						
Individual Income	\$182,109,048.18	\$155,676,332.03	\$245,204,683.61	\$188,414,681.01	\$160,245,460.51	\$222,283,835.87
Corporate Income	\$28,852,529.83	\$7,596,933.15	\$65,441,875.56	\$24,767,702.49	\$5,585,165.77	\$58,094,074.28
Sales and Use	\$177,979,278.33	\$179,281,280.05	\$183,725,774.41	\$175,977,653.47	\$169,575,649.64	\$176,966,850.68
Alcoholic Beverage	\$3,564,374.38	\$2,155,297.04	\$3,058,554.22	\$3,254,595.22	\$3,533,233.72	\$3,393,067.54
Tobacco	\$12,002,067.19	\$13,296,212.57	\$10,447,028.89	\$12,369,690.29	\$11,640,241.09	\$11,407,630.15
Insurance	\$617,664.60	\$20,548,387.52	\$1,209,088.81	\$683,116.00	\$22,355,792.44	\$1,187,717.85
Severance	\$1,147,144.00	\$1,260,598.57	\$1,226,219.47	\$1,113,850.12	\$1,372,256.39	\$1,238,866.81
Franchise	\$744,311.96	\$277,112.20	\$66,070.18	\$2,012,585.35	\$146,377.97	\$664,759.41
Estate	(\$12,082.64)	(\$70,172.43)	(\$3,775.38)	\$0.00	(\$301,027.99)	\$24.00
Real Estate Transfer	\$2,748,942.63	\$3,749,812.16	\$609,033.53	\$0.00	\$0.00	\$656.70
Racing	\$346,730.68	\$388,882.60	\$464,122.37	\$314,559.82	\$346,207.65	\$353,987.26
Games of Skill	\$405,706.22	\$394,615.34	\$448,425.00	\$446,237.49	\$433,906.06	\$419,418.59
Miscellaneous	\$915,871.56	\$1,547,516.24	\$2,144,021.67	\$1,357,063.93	\$1,784,791.28	\$1,841,020.72
Gross General Revenues	\$411,421,586.92	\$386,102,807.04	\$514,041,122.34	\$410,711,735.19	\$376,718,054.53	\$477,851,909.86
TRANSFERS IN	\$0.00	\$4,740,000.00	\$0.00	\$0.00	\$0.00	\$0.00
DEDUCTIONS						
SCS/COF	\$12,343,010.09	\$11,585,189.38	\$15,421,346.93	\$12,321,353.56	\$11,310,572.48	\$14,335,557.30
Individual Income Tax Refunds	\$9,698,447.68	\$7,591,776.12	\$5,248,776.50	\$12,909,133.97	\$9,161,304.15	\$3,843,321.60
Corporate Income Tax Refunds	\$2,000,712.34	\$2,025,123.68	\$1,010,029.14	\$1,899,064.27	\$7,327,356.40	\$7,568,297.64
Claims	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Economic Development Incentive Fund	\$0.00	\$2,174,496.27	\$1,932,125.69	\$0.00	\$145,027.68	\$4,155,154.00
Water/Sewer Bonds	\$200,000.00	\$200,000.00	\$200,000.00	\$200,000.00	\$200,000.00	\$200,000.00
College Savings Bonds	\$0.00	\$0.00	\$0.00	\$0.00	\$6,408,448.10	\$300,511.15
MLA City/County	\$1,811,471.50	\$0.00	\$0.00	\$1,811,471.50	\$0.00	\$0.00
Educational Excellence	\$24,871,274.67	\$24,868,716.21	\$24,868,716.21	\$24,868,716.21	\$24,868,716.21	\$24,868,716.21
Desegregation	\$6,500,000.00	\$5,500,000.00	\$10,000,000.00	\$10,000,000.00	\$5,500,000.00	\$5,000,000.00
Elderly Transportation	\$182,757.70	\$198,721.96	\$158,527.10	\$195,852.70	\$174,958.90	\$166,054.30
Educational Adequacy	\$2,198,662.91	\$2,198,436.74	\$2,198,436.74	\$2,198,436.74	\$2,198,436.74	\$2,198,436.74
Net Available Revenue for Distribution	\$351,615,250.03	\$334,500,346.68	\$453,003,164.03	\$344,307,706.24	\$309,423,233.87	\$415,215,860.92

12 Month Summary of FY 2008 General Revenue Collections

	January 2008	February 2008	March 2008	April 2008	May 2008	June 2008
REVENUES						
Individual Income	\$307,555,499.52	\$188,349,139.22	\$203,870,970.61	\$461,915,408.81	\$184,832,763.06	\$262,423,766.37
Corporate Income	\$9,312,123.73	\$3,583,926.72	\$49,026,073.14	\$43,393,448.23	\$3,923,136.96	\$54,440,006.14
Sales and Use	\$182,125,564.43	\$163,766,290.93	\$177,059,730.35	\$169,262,406.91	\$175,410,212.62	\$179,147,105.15
Alcoholic Beverage	\$3,303,219.36	\$3,595,979.81	\$3,229,974.30	\$3,387,972.94	\$4,358,673.05	\$4,379,601.11
Tobacco	\$11,764,279.17	\$10,781,237.94	\$11,269,058.32	\$11,923,926.52	\$11,708,473.72	\$12,382,795.32
Insurance	\$1,335,255.10	\$781,758.13	\$19,448,587.09	\$98,161.51	\$867,594.21	\$26,066,876.74
Severance	\$1,675,356.63	\$1,482,074.98	\$2,226,061.77	\$1,882,612.79	\$1,739,662.42	\$1,994,936.82
Franchise	\$222,948.70	\$373,487.65	\$774,102.91	\$2,393,764.27	\$324,479.40	\$0.00
Estate	\$6,795.04	(\$20,809.43)	(\$105,296.99)	\$22,370.52	(\$416.26)	(\$54,647.81)
Real Estate Transfer	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$544.50
Racing	\$442,636.49	\$494,871.35	\$534,033.33	\$668,721.69	\$433,106.19	\$409,670.98
Games of Skill	\$411,183.13	\$465,441.02	\$564,384.35	\$561,947.67	\$518,511.09	\$528,162.59
Miscellaneous	\$8,322,872.82	\$1,658,359.49	\$1,222,078.94	\$1,645,911.86	\$1,508,600.13	\$2,716,154.41
Gross General Revenues	\$526,477,734.12	\$375,311,757.81	\$469,119,758.12	\$697,156,653.72	\$385,624,796.59	\$544,434,972.32
TRANSFERS IN	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
DEDUCTIONS						
SCS/COF	\$15,794,332.02	\$11,259,977.02	\$14,077,086.41	\$20,914,699.61	\$11,568,893.09	\$16,096,553.20
Individual Income Tax Refunds	\$26,360,225.64	\$138,607,629.45	\$78,353,753.22	\$87,622,178.73	\$23,776,954.69	\$14,832,590.56
Corporate Income Tax Refunds	\$1,858,918.27	\$1,945,717.32	\$1,387,267.37	\$2,740,435.17	\$4,381,792.85	\$1,953,574.04
Claims	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Economic Development Incentive Fund	\$36,246.76	\$175,404.80	\$317,104.97	\$0.00	\$859,368.66	\$535,751.02
Water/Sewer Bonds	\$200,000.00	\$200,000.00	\$200,000.00	\$200,000.00	\$200,000.00	\$200,000.00
College Savings Bonds	\$0.00	\$0.00	\$0.00	\$0.00	\$17,091,467.46	\$0.00
MLA City/County	\$1,811,471.50	\$0.00	\$0.00	\$1,811,471.50	\$0.00	\$0.00
Educational Excellence	\$24,868,716.21	\$24,868,716.21	\$24,868,716.21	\$24,868,716.21	\$24,868,716.21	\$24,868,716.23
Desegregation	\$5,000,000.00	\$5,000,000.00	\$4,500,000.00	\$4,500,000.00	\$4,500,000.00	(\$7,319,305.00)
Elderly Transportation	\$183,000.20	\$158,653.20	\$158,292.36	\$183,669.50	\$178,276.30	\$180,148.40
Educational Adequacy	\$2,198,436.74	\$2,198,436.74	\$2,198,436.74	\$2,198,436.74	\$2,198,436.74	\$2,198,436.69
Surplus to Allotment Reserve	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$176,522,653.49
Net Available Revenue for Distribution	\$448,166,386.78	\$190,897,223.07	\$343,059,100.84	\$552,117,046.26	\$296,000,890.59	\$314,365,853.69

**OFFICIAL FORECAST
REVISED - April 7, 2008**

OFFICIAL FORECAST OF GENERAL REVENUE AVAILABLE FOR DISTRIBUTION

FUND ACCOUNTS	FY08 April 23, 2007 FORECAST	FISCAL YEAR 2008						OVER / (UNDER) April 23, 2007 FORECAST	DIFFERENCE OVER Initial FY08
		"A"	"A1"	"B"	TOTAL ALLOCATIONS	FORECAST "A"+"A1" + "B"			
General Education	\$1,818,647,072	\$1,748,636,956	\$70,010,116	\$0	\$1,818,647,072	\$1,818,647,072	\$0	0.00%	
State Library	\$4,855,900	4,000,000		900,000	4,900,000	\$4,900,000	44,100	0.91%	
Workforce Education	\$33,181,651	31,469,851		1,800,000	33,269,851	\$33,269,851	88,200	0.27%	
PUBLIC SCHOOL FUND	\$1,856,684,623	\$1,784,106,807	\$70,010,116	\$2,700,000	\$1,856,816,923	\$1,856,816,923	\$132,300	0.01%	
GENERAL EDUCATION FUND									
Dept. of Education	\$14,775,808	\$13,933,046		\$886,185	\$14,819,231	\$14,819,231	\$43,423	0.29%	
Educational Facilities Partnership	35,000,000	35,000,000		0	35,000,000	35,000,000	0	0.00%	
Academic Facilities & Transportation	2,411,569	2,411,569		0	2,411,569	2,411,569	0	0.00%	
Educational Television	4,949,411	4,835,291		120,000	4,955,291	4,955,291	5,880	0.12%	
School for the Blind	5,911,347	5,687,862		235,000	5,922,862	5,922,862	11,515	0.19%	
School for the Deaf	10,036,079	9,845,879		200,000	10,045,879	10,045,879	9,800	0.10%	
State Library	3,186,325	3,186,325		0	3,186,325	3,186,325	0	0.00%	
Dept. of Workforce Education	2,863,193	2,863,193		0	2,863,193	2,863,193	0	0.00%	
Rehabilitation Services	12,613,687	12,613,687		0	12,613,687	12,613,687	0	0.00%	
Subtotal - General Education	\$91,747,419	\$90,376,852	\$0	\$1,441,185	\$91,818,037	\$91,818,037	\$70,618	0.08%	
Technical Institutes:									
Crowley's Ridge TI	\$2,499,328	\$2,499,328		0	\$2,499,328	\$2,499,328	\$0	0.00%	
Northwest TI	2,845,511	2,845,511		0	2,845,511	2,845,511	0	0.00%	
Riverside VTS	2,117,684	2,117,684		0	2,117,684	2,117,684	0	0.00%	
Subtotal - Technical Institutes	\$7,462,523	\$7,462,523	\$0	\$0	\$7,462,523	\$7,462,523	\$0	0.00%	
TOTAL GENERAL ED. FUND	\$99,209,942	\$97,839,375	\$0	\$1,441,185	\$99,280,560	\$99,280,560	\$70,618	0.07%	
HUMAN SERVICES FUND									
DHS-Administration	\$15,017,557	\$14,346,075		\$706,080	\$15,052,155	\$15,052,155	\$34,598	0.23%	
Aging and Adult Services	17,724,877	15,822,877		2,000,000	17,822,877	17,822,877	98,000	0.55%	
Children & Family Services	48,788,280	41,234,415		7,943,076	49,177,491	49,177,491	389,211	0.80%	
Child Care/Early Childhood Ed.	552,209	552,209		0	552,209	552,209	0	0.00%	
Youth Services	47,005,918	47,005,918		0	47,005,918	47,005,918	0	0.00%	
Devel. Disab. Services	58,710,623	57,258,126		1,527,337	58,785,463	58,785,463	74,840	0.13%	
Medical Services	4,771,415	4,771,415		0	4,771,415	4,771,415	0	0.00%	
DHS-Grants	678,818,185	678,818,185		0	678,818,185	678,818,185	0	0.00%	
Behavioral Health	72,860,561	68,662,130		4,414,754	73,076,884	73,076,884	216,323	0.30%	
Health Services	53,813,427	50,752,407		3,218,738	53,971,145	53,971,145	157,718	0.29%	
Services for the Blind	1,859,356	1,859,356		0	1,859,356	1,859,356	0	0.00%	
County Operations	42,198,042	42,198,042		0	42,198,042	42,198,042	0	0.00%	
TOTAL HUMAN SERVICES	\$1,042,120,451	\$1,023,281,155	\$0	\$19,809,985	\$1,043,091,140	\$1,043,091,140	\$970,689	0.09%	

**OFFICIAL FORECAST
REVISED - April 7, 2008**

OFFICIAL FORECAST OF GENERAL REVENUE AVAILABLE FOR DISTRIBUTION

FUND ACCOUNTS	FY08	FISCAL YEAR 2008						OVER / (UNDER) DIFFERENCE OVER Initial FY08
	April 23, 2007 FORECAST	"A"	"A1"	"B"	TOTAL ALLOCATIONS	FORECAST "A"+"A1" + "B"	April 23, 2007 FORECAST	
STATE GENERAL GOV'T FUND								
Dept. of Ark. Heritage	\$5,972,422	\$5,417,228		\$583,800	\$6,001,028	\$6,001,028	\$28,606	0.48%
Department of Agriculture	18,937,999	13,405,187		5,817,889	19,223,076	19,223,076	285,077	1.51%
Dept. of Labor	2,932,391	2,621,904		326,485	2,948,389	2,948,389	15,998	0.55%
Dept. of Higher Education	3,299,291	3,151,867		155,020	3,306,887	3,306,887	7,596	0.23%
Dept. of H.E.-Grants	34,661,199	34,661,199		0	34,661,199	34,661,199	0	0.00%
Dept. of Economic Development	10,072,751	10,072,751		0	10,072,751	10,072,751	0	0.00%
Dept. of Correction	270,588,012	256,498,270		14,815,712	271,313,982	271,313,982	725,970	0.27%
Dept. of Community Correction	67,892,410	54,207,520		14,390,000	68,597,520	68,597,520	705,110	1.04%
State Military Department	9,649,623	8,889,356		799,440	9,688,796	9,688,796	39,173	0.41%
Dept. of Parks & Tourism	21,382,859	21,382,859		0	21,382,859	21,382,859	0	0.00%
Dept. of Environmental Quality	2,565,776	2,565,776		0	2,565,776	2,565,776	0	0.00%
Miscellaneous Agencies	54,798,681	51,361,134		3,614,666	54,975,800	54,975,800	177,119	0.32%
TOTAL STATE GENERAL GOV'T	\$502,753,415	\$464,235,051	\$0	\$40,503,012	\$504,738,063	\$504,738,063	\$1,984,648	0.39%
OTHER FUNDS								
County Aid	\$19,741,546	\$19,741,546		\$0	\$19,741,546	\$19,741,546	\$0	0.00%
County Jail Reimbursement	9,500,035	9,500,035		0	9,500,035	9,500,035	0	0.00%
Crime Information Center	3,624,694	3,482,044		150,000	3,632,044	3,632,044	7,350	0.20%
Child Support Enforcement	13,014,933	13,014,933		0	13,014,933	13,014,933	0	0.00%
Merit Adjustment Fund	0	0		0	0	0	0	#DIV/0!
Municipal Aid	27,506,526	27,506,526		0	27,506,526	27,506,526	0	0.00%
State Police	61,236,017	49,514,942		12,325,000	61,839,942	61,839,942	603,925	0.99%
Dept. of Workforce Services-TANF	3,640,650	3,640,650		0	3,640,650	3,640,650	0	0.00%
TOTAL OTHER FUNDS	\$138,264,401	\$126,400,676	\$0	\$12,475,000	\$138,875,676	\$138,875,676	\$611,275	0.44%
INSTITUTIONS OF HIGHER EDUCATION - Four Year Institutions								
Arkansas State University	\$57,425,861	\$54,049,588		\$3,550,234	\$57,599,822	\$57,599,822	\$173,961	0.30%
Arkansas Tech University	30,932,697	28,983,057		2,050,095	31,033,152	31,033,152	100,455	0.32%
Henderson State University	18,413,227	17,624,760		829,093	18,453,853	18,453,853	40,626	0.22%
Southern Arkansas University	15,235,058	14,437,381		838,777	15,276,158	15,276,158	41,100	0.27%
UA-Fayetteville	115,321,974	107,231,696		8,507,127	115,738,823	115,738,823	416,849	0.36%
UA - Archeological Survey	2,347,202	1,999,810		365,291	2,365,101	2,365,101	17,899	0.76%
UA - Agriculture	61,955,067	57,963,608		4,197,118	62,160,726	62,160,726	205,659	0.33%
UA - Clinton School	2,260,835	2,201,392		62,506	2,263,898	2,263,898	3,063	0.14%
UA - Criminal Justice Institute	1,808,809	1,717,803		95,695	1,813,498	1,813,498	4,689	0.26%
U of A - Ft. Smith	19,833,154	18,373,474		1,534,890	19,908,364	19,908,364	75,210	0.38%
UA-Little Rock	58,917,201	55,044,878		4,071,843	59,116,721	59,116,721	199,520	0.34%
UA-Medical Sciences	87,417,375	80,726,753		7,035,354	87,762,107	87,762,107	344,732	0.39%
UAMS - Child Safety Center	1,188,750	0		1,250,000	1,250,000	1,250,000	61,250	5.15%
UAMS - Indigent Care	5,390,932	5,235,230		163,725	5,398,955	5,398,955	8,023	0.15%
UA-Monticello	15,475,801	14,711,326		803,864	15,515,190	15,515,190	39,389	0.25%
UA-Pine Bluff	24,846,407	24,281,135		594,397	24,875,532	24,875,532	29,125	0.12%
University of Central Arkansas	52,028,193	44,281,040		8,146,323	52,427,363	52,427,363	399,170	0.77%
Subtotal - 4 Year Institutions	\$570,798,543	\$528,862,931	\$0	\$44,096,332	\$572,959,263	\$572,959,263	\$2,160,720	0.38%

**OFFICIAL FORECAST
REVISED - April 7, 2008**

OFFICIAL FORECAST OF GENERAL REVENUE AVAILABLE FOR DISTRIBUTION

FUND ACCOUNTS	FISCAL YEAR 2008							
	FY08	"A"	"A1"	"B"	TOTAL	FORECAST	OVER / (UNDER)	DIFFERENCE
	April 23, 2007 FORECAST				ALLOCATIONS	"A"+"A1" + "B"	April 23, 2007 FORECAST	OVER Initial FY08
INSTITUTIONS OF HIGHER EDUCATION - Two Year Institutions								
Arkansas Northeastern College	\$8,506,336	\$8,268,586		\$250,000	\$8,518,586	\$8,518,586	\$12,250	0.14%
Arkansas State University - Beebe	11,679,046	11,441,296		250,000	11,691,296	11,691,296	12,250	0.10%
Arkansas State Univ.-Mt. Home	3,438,831	3,201,081		250,000	3,451,081	3,451,081	12,250	0.36%
Arkansas State Univ. - Newport	3,583,618	2,943,585		673,011	3,616,596	3,616,596	32,978	0.92%
Cossatot C C of the UA	3,194,337	2,956,587		250,000	3,206,587	3,206,587	12,250	0.38%
East Arkansas Cmty. College	5,769,780	5,532,030		250,000	5,782,030	5,782,030	12,250	0.21%
Mid-South Cmty. College	3,675,590	3,437,840		250,000	3,687,840	3,687,840	12,250	0.33%
National Park Cmty. College	8,729,008	8,491,258		250,000	8,741,258	8,741,258	12,250	0.14%
North Arkansas College	7,791,665	7,553,915		250,000	7,803,915	7,803,915	12,250	0.16%
NorthWest Arkansas Cmty. College	9,650,941	8,048,245		1,685,274	9,733,519	9,733,519	82,578	0.86%
Phillips Cmty. College of the UA	8,752,636	8,514,886		250,000	8,764,886	8,764,886	12,250	0.14%
PCC UA Stuttgart-DeWitt	237,750	0		250,000	250,000	250,000	12,250	5.15%
Rich Mountain Cmty. College	3,188,236	2,950,486		250,000	3,200,486	3,200,486	12,250	0.38%
Southern Ark. University - Tech	5,439,139	5,170,889		282,072	5,452,961	5,452,961	13,822	0.25%
SAU-Tech-Envir. Control Center	365,261	334,936		31,888	366,824	366,824	1,563	0.43%
SAU-Tech-Fire Training Academy	1,745,865	1,233,365		538,907	1,772,272	1,772,272	26,406	1.51%
South Arkansas Cmty. College	5,905,046	5,667,296		250,000	5,917,296	5,917,296	12,250	0.21%
U of A - Cmty. College at Batesville	3,882,365	3,644,615		250,000	3,894,615	3,894,615	12,250	0.32%
U of A - Cmty. College at Hope	4,416,609	4,178,859		250,000	4,428,859	4,428,859	12,250	0.28%
U of A - Cmty. College at Morrilton	4,521,688	4,283,938		250,000	4,533,938	4,533,938	12,250	0.27%
Subtotal - 2 Year Institutions	\$104,473,748	\$97,853,693	\$0	\$6,961,152	\$104,814,845	\$104,814,845	\$341,096	0.33%
INSTITUTIONS OF HIGHER EDUCATION - Technical Colleges								
Black River	\$5,784,848	\$5,547,098		\$250,000	\$5,797,098	\$5,797,098	\$12,250	0.21%
Ouachita	3,386,898	3,149,148		250,000	3,399,148	3,399,148	12,250	0.36%
Ozarka	2,880,151	2,642,401		250,000	2,892,401	2,892,401	12,250	0.43%
Pulaski	14,357,299	10,286,897		4,280,128	14,567,025	14,567,025	209,726	1.46%
Southeast Arkansas College	5,427,671	5,189,921		250,000	5,439,921	5,439,921	12,250	0.23%
Subtotal - Technical Colleges	\$31,836,867	\$26,815,465	\$0	\$5,280,128	\$32,095,593	\$32,095,593	\$258,726	0.81%
TOTAL INST'S OF HIGHER ED.	\$707,109,158	\$653,532,089	\$0	\$56,337,612	\$709,869,701	\$709,869,701	\$2,760,543	0.39%
GRAND TOTAL	\$4,346,141,990	\$4,149,395,153	\$70,010,116	\$133,266,794	\$4,352,672,063	\$4,352,672,063	\$6,530,073	0.15%

Prepared by DFA-Office of Budget 4.7.2008

**EDUCATIONAL EXCELLENCE TRUST FUND
OFFICIAL FORECAST
FISCAL YEAR 2008**

FUND ACCOUNT	FY08 ORIGINAL FORECAST	FY08 REVISED FORECAST	DIFFERENCE
DEPT. OF EDUCATION PUBLIC SCHOOL FUND:	<u>\$200,001,683</u>	<u>\$200,422,877</u>	<u>\$421,194</u>
WORKFORCE EDUCATION PUBLIC SCHOOL FUND:	<u>\$12,224,611</u>	<u>\$12,250,356</u>	<u>\$25,745</u>
DEPARTMENT OF EDUCATION FUND ACCOUNT:	<u>\$979,838</u>	<u>\$981,901</u>	<u>\$2,063</u>
DEPARTMENT OF WORKFORCE EDUCATION FUND:	<u>\$3,668,844</u>	<u>\$3,676,570</u>	<u>\$7,726</u>
HIGHER EDUCATION GRANTS FUND ACCT:	<u>\$13,485,469</u>	<u>\$13,513,869</u>	<u>\$28,400</u>
SCHOOL FOR MATH, SCIENCE AND ARTS FUND:	<u>\$7,296,907</u>	<u>\$7,312,274</u>	<u>\$15,367</u>
INSTITUTIONS OF HIGHER EDUCATION:			
Four Year Institutions:			
Arkansas State University	\$6,161,985	\$6,174,962	\$12,977
Arkansas Tech University	2,065,539	2,069,889	4,350
Henderson State University	2,136,703	2,141,203	4,500
Southern Arkansas University	1,263,265	1,265,926	2,661
UA - Fayetteville	15,290,678	15,322,879	32,201
UA - Little Rock	5,426,171	5,437,598	11,427
UA Medical Center	9,342,801	9,362,478	19,677
UAMS - Indigent Care	232,485	232,975	490
UA - Monticello	1,090,238	1,092,534	2,296
UA - Pine Bluff	1,892,630	1,896,616	3,986
University of Central Arkansas	4,702,499	4,712,402	9,903
Two Year Institutions:			
Arkansas Northeastern College	736,978	738,530	1,552
ASU - Beebe	1,470,135	1,473,231	3,096
East Arkansas Community College	769,359	770,979	1,620
National Park Community College	1,150,684	1,153,107	2,423
North Arkansas College	454,374	455,331	957
Northwest Arkansas Community College	1,016,908	1,019,049	2,141
Phillips Community College - U of A	749,251	750,829	1,578
Rich Mountain Community College	203,083	203,510	427
SAU - Tech	329,826	330,520	694
South Arkansas Community College	526,186	527,294	1,108
UA - Fort Smith	3,130,870	3,137,463	6,593
TOTAL INSTITUTIONS OF HIGHER EDUCATION	\$ 60,142,648	\$ 60,269,306	\$ 126,658
GRAND TOTAL	\$ 297,800,000	\$ 298,427,153	\$ 627,153

August 22, 2007
DFA-Office of Budget

FINANCIAL INFORMATION SOURCES STATE OF ARKANSAS

FINANCIAL ORGANIZATIONS AND MANAGEMENT

The following state organizations share responsibility for statewide financial management: The General Assembly, the Office of the Budget and the Office of Accounting of the Department of Finance and Administration, the Governor, the Treasurer, and the Division of Legislative Audit.

The General Assembly has responsibility for legislating the level of state services and appropriating the funds for operations of state agencies. The Office of Budget prepares the Executive Budget with the advice and consent of the Governor. The Office of Budget also monitors the level and type of state expenditures. The Accounting Division has the responsibility for maintaining fund and appropriation control and, in conjunction with the State Treasurer, has responsibility for the disbursement process. The Treasurer has responsibility for disbursement, bank reconciliation, and investment of state funds (with the advice of the State Board of Finance). The Division of Legislative Audit has responsibility for performing financial post-audits of state agencies.

BUDGET AND APPROPRIATION PROCESS

State agencies submit biennial budget requests to the Office of Budget of the Department of Finance and Administration. The Office of Budget prepares the Executive Budget based on estimates of general revenues as prepared by the Office of Economic Analysis and Tax Research of DFA. The Executive Budget contains the budget amount recommended by the Governor.

The General Assembly appropriates money after consideration of both the Executive Budget and the revenue estimate. The appropriation process begins in the joint House-Senate Budget Committee and then proceeds through both houses of the General Assembly. Legislative appropriations are subject to the Governor's approval or veto, including the authority of line-item veto.

The General Assembly also must amend the Revenue Stabilization Act to provide for an allotment process of funding appropriations in order to comply with state law prohibiting deficit spending. The Governor may restrict spending below the level of appropriations.

REVENUE STABILIZATION LAW

Act 750 of 1973, as amended, established the State's Revenue Stabilization Law. This law and related legislation govern the administration and distribution of State revenues.

Pursuant to the Stabilization Law, all general and special revenues are deposited into the General Revenue Allotment Account and the Special Revenue Allotment Account according to the type of revenue being deposited. From the General Revenues Fund, 3% of all general revenues are first distributed to the Constitutional Officers Fund and the Central Services Fund to provide support for the States' elected officials and their staffs and the Department of Finance and

Administration.

The balance is then distributed to separate funds proportionately as established by the Stabilization Law. From the Special Revenue Fund, 3% of all special revenues collected by DFA and 1.5% of all special revenues collected by other agencies are first distributed to provide support for the State's elected officials, their staffs, and DFA. The balance is then distributed to the funds for which the special revenues were collected.

Special revenues, which are primarily user taxes, are generally earmarked for the program or agency providing the related services.

General revenues are transformed into funds established and maintained by the Treasurer for major programs and agencies of the state in accordance with fund priorities established by the General Assembly.

According to the Stabilization Law, the General Assembly establishes three levels of priority for general revenue spending, levels "A", "B", and "C". Successive levels of appropriations are funded only in the event sufficient revenues have been generated to fully fund any prior level. Accordingly, appropriations made to programs and agencies are only maximum authorizations to spend. Actual expenditures are limited to the lesser of (1) moneys flowing into a program or agencies' fund maintained by the Treasurer or (2) the maximum appropriation by the General Assembly.

Because state revenues are not collected throughout the year in a pattern consistent with program and agency expenditures, a budget revolving fund, which receives interest earnings for State fund investments, has been established and is utilized to assure proper cash flow during any period.

For more detailed information, please see:

- State of Arkansas, Biennial Budget, prepared by the Office of Budget, DFA.
- Annual Financial Report, prepared by the Office of Accounting, DFA.
- State of Arkansas, Biennial Report, prepared by the Treasurer of the State.
- Arkansas Legislative Tax Handbook, prepared by the Arkansas Legislative Council.
- Selected Statistical Financial Data for Arkansas (referred to as the A & B Books), prepared by the Arkansas Legislative Council.

STATE OF ARKANSAS
Special Revenues Monthly and Year to Date Collections
For Month Ending June 30, 2008

	Month				Year-To-Date			
	June 2007	June 2008	Increase/Decrease Amount	Percent	June 2007	June 2008	Increase/Decrease Amount	Percent
Taxes, Fees, Licenses & Permits								
1/8 Cent Sales Tax (Conservation Tax)	\$5,224,258.42	\$5,340,663.54	\$116,405.12	2.2%	\$60,806,813.21	\$60,619,259.79	-\$187,553.42	-0.3%
1/2 Cent Sales Tax (Property Tax Relief)	\$20,884,724.52	\$20,529,230.06	-\$355,494.46	-1.7%	\$242,680,090.56	\$235,605,128.65	-\$7,074,961.91	-2.9%
7/8 Cent Sales Tax (Educ. Adequacy)	\$36,676,717.65	\$36,165,358.51	-\$511,359.14	-1.4%	\$423,756,993.09	\$410,529,366.78	-\$13,227,626.31	-3.1%
Corp. Franchise (Educational Adequacy)	\$4,377,955.65	\$3,802,997.12	-\$574,958.53	-13.1%	\$12,614,072.40	\$12,786,774.60	\$172,702.20	1.4%
Corporate Income Tax (Workforce 2000)	\$2,082,154.76	\$2,050,851.29	-\$31,303.47	-1.5%	\$24,985,856.68	\$24,610,215.48	-\$375,641.20	-1.5%
Motor Fuel Tax Act 445/1973	\$1,854,072.11	\$1,763,610.85	-\$90,461.26	-4.9%	\$21,273,121.60	\$21,039,809.81	-\$233,311.79	-1.1%
Gasoline Tax	\$35,056,154.57	\$34,146,414.09	-\$909,740.48	-2.6%	\$414,424,119.53	\$411,029,751.05	-\$3,394,368.48	-0.8%
Motor Fuel Tax Act 437/1979	\$1,854,072.11	\$1,763,610.85	-\$90,461.26	-4.9%	\$21,273,121.60	\$21,039,809.81	-\$233,311.79	-1.1%
Auto License Fees	\$10,745,483.25	\$10,073,046.36	-\$672,436.89	-6.3%	\$112,877,327.15	\$112,993,618.62	\$116,291.47	0.1%
Cigarette and Tobacco	\$560,104.70	\$568,921.27	\$8,816.57	1.6%	\$6,628,317.03	\$6,679,527.30	\$51,210.27	0.8%
Real Estate Transfer Tax	\$4,058,065.33	\$3,173,730.90	-\$884,334.43	-21.8%	\$39,787,650.23	\$28,110,197.58	-\$11,677,452.65	-29.3%
Timber Severance	\$338,694.30	\$227,495.28	-\$111,199.02	-32.8%	\$3,819,052.86	\$3,664,535.15	-\$154,517.71	-4.0%
Other Severance	\$426,547.62	\$747,634.66	\$321,087.04	75.3%	\$5,663,130.77	\$7,249,509.11	\$1,586,378.34	28.0%
Game Protection License	\$1,457,463.38	\$1,340,744.34	-\$116,719.04	-8.0%	\$20,655,346.39	\$20,227,692.26	-\$427,654.13	-2.1%
Utility Assessment	\$182,294.00	\$427,198.00	\$244,904.00	134.3%	\$8,378,327.00	\$9,196,502.00	\$818,175.00	9.8%
Premium Tax Fire Tornado & Marine **	\$15,894.26	\$0.00	-\$15,894.26	-100.0%	\$45,842,544.42	\$51,431,820.22	\$5,589,275.80	12.2%
Insurance Department Fees	\$7,755,413.61	\$9,171,559.01	\$1,416,145.40	18.3%	\$22,520,672.51	\$24,522,847.45	\$2,002,174.94	8.9%
Dyed Diesel Gallonage Tax	\$0.00	\$336,695.43	\$336,695.43	N.A.	\$0.00	\$2,805,440.23	\$2,805,440.23	N.A.
All other taxes, fees, permits & licenses	\$16,998,625.19	\$18,958,150.62	\$1,959,525.43	11.5%	\$200,039,201.50	\$218,199,204.57	\$18,160,003.07	9.1%
TOTAL	\$150,548,695.43	\$150,587,912.18	\$39,216.75	0.0%	\$1,688,025,758.53	\$1,682,341,010.46	-\$5,684,748.07	-0.3%

Collections data are net receipts, which are gross receipts after transfers and adjustments but before deductions for Constitutional Officers Fund and State Central Services Fund.

** Premium Tax Year-To-Date total does not reflect transfers to general revenue of \$8,234,855.47 in FY07 and \$7,937,846.88 in FY08.

**DEPARTMENT OF FINANCE & ADMINISTRATION
DIVISION OF REVENUE**

P.O. Box 1272
Little Rock, AR 72203
(501) 682-7000

Commissioner of Revenue..... Tim Leathers
Assistant Commissioner for Operations & Administration Mike Munns
Assistant Commissioner for Policy & Legal..... John Theis

Taxpayer Assistance Office..... 682-7751
Office of Motor Vehicle 682-4630
Office of Excise Tax Administration..... 682-7200
Office of Income Tax Administration..... 682-1130

Arkansas State Revenue Tax Quarterly, a quarterly newsletter, is published by the Revenue Division. For more information, contact the Taxpayer Assistance Office.

The Department of Finance and Administration has a home page on the World Wide Web. The page contains several tax forms and useful information. The address is <http://www.accessarkansas.org/dfa/>. In addition, the Office of Economic Analysis and Tax Research posts this publication, *Arkansas Fiscal Notes*, on the DFA web site. The address is http://www.accessarkansas.org/dfa/budget/budget_revenue_budgets.html.

**STATEMENT OF GROSS TAX COLLECTIONS
GENERAL, SPECIAL, AND TRUST REVENUES**

The statement of gross tax collections on the following pages reports only general and special revenues collected by the Revenue Division of the Department of Finance and Administration. Insurance premium taxes are collected by the Insurance Department and the corporate franchise tax by the Office of Secretary of State. The revenues from these two taxes are reported in Tables A and B. In addition to these two offices, general revenues are also collected by other offices, agencies, and commissions, such as the State Auditor, State Securities Board, et al., and are summarized under "Miscellaneous" collections in Tables A and B. A detailed listing of these revenue sources can be found in the *Arkansas Revenue Report* published monthly by the Bureau of Legislative Research, Office of Tax and Economic Policy (telephone # 682-1937).

Additionally, the "Gross Receipts" reported on this statement includes sales tax, use tax, beverage excise tax, 10% mixed drink tax, and the gross receipts tax permit.

June 2008

C1L018

Department of Finance and Administration
 Revenue Division
 Little Rock, Arkansas
 Statement of Gross Tax Collections
 Fiscal Year Basis 6/2008

Page 1 Of 9

Special Revenues	June 2008	June 2007	12 Months 2008	12 Months 2007
101 AUTO LICENSE FEES	\$10,082,896.39	\$10,742,952.35	\$113,082,440.04	\$112,894,392.88
102 AUTO TITLE TRANSFER	\$339,594.70	\$332,449.87	\$3,802,389.89	\$3,727,635.81
103 AUTO INTRANSIT FEES	\$6.00	\$21.00	\$81.00	\$90.00
104 DRIVE OUT LICENSE	\$13,993.70	\$11,784.70	\$153,025.46	\$139,079.89
105 MV TRIP PERMITS	\$23,100.00	\$7,557.00	\$382,778.00	\$318,544.50
106 TRANSFER BLD. FUND	\$0.00	\$0.00	\$0.00	\$0.00
107 DRIVERS TEST FEE 782/	\$57,010.16	\$54,467.00	\$594,656.20	\$579,062.07
108 CDL FUND 241/1989	\$56,183.53	\$54,840.61	\$725,275.46	\$662,773.81
109 BOAT REGISTRATION	\$163,491.95	\$129,217.00	\$1,030,609.00	\$1,012,217.11
110 COTTON TRLR. REG. 68/	\$3,410.00	\$1,543.00	\$79,483.00	\$68,011.00
111 CDL TEST ACT 241/1989	\$48,195.67	\$59,763.87	\$679,075.87	\$686,901.16
112 CDL TEST ACT 241/1989	\$157,014.69	\$145,005.68	\$1,822,821.75	\$1,763,552.58
113 SPECIAL DRIVER FEES	\$75,114.54	\$74,536.93	\$816,051.10	\$806,054.08
114 DRIVER SEARCH FEE	\$758,117.31	\$727,263.98	\$8,953,458.75	\$8,958,539.73
115 BRSTCANKOMENPLA1004/03	\$9,750.00	\$8,904.21	\$112,935.98	\$93,060.76
116 DWI #918 1983 AL/DRG	\$0.00	\$0.00	\$0.00	\$0.00
117 ALTN FUEL FD/ACT121/03	\$0.00	\$0.00	\$0.00	\$0.00
118 COURT CST AL/DRUG1/2	\$0.00	\$0.00	\$0.00	\$0.00
119 COURT COST 185	\$0.00	\$0.00	\$0.00	\$0.00
120 CRIME VIC REPARATION	\$0.00	\$0.00	\$0.00	\$0.00
121 MOTOR FUEL TAX	\$33,916,753.96	\$35,889,512.61	\$407,922,693.29	\$413,469,268.33
122 MOTOR FUEL ACT #445	\$1,763,610.85	\$1,854,072.11	\$21,039,809.81	\$21,273,121.60
123 MOTOR FUEL ACT #437	\$1,763,610.85	\$1,854,072.11	\$21,039,809.81	\$21,273,121.60
124 PUBLIC SCHOOL 210/39	\$0.00	\$0.00	\$30,000.00	\$30,000.00
125 SEVERANCE TAX 1/4	\$617,416.83	\$305,960.85	\$5,634,841.40	\$4,032,770.72
126 SEVERANCE ACT #310	\$2,648.83	\$2,812.83	\$30,766.43	\$31,303.71
127 SEVERANCE 759/1979	\$4,746.59	\$4,429.29	\$54,807.17	\$56,934.80

C1L018

Revenue Division

Little Rock, Arkansas

Statement of Gross Tax Collections

Fiscal Year Basis 6/2008

128	TIMBER SEVERANCE	\$227,495.28	\$338,694.30	\$3,664,535.15	\$3,819,052.86
129	SEV./COAL ACT 560	\$0.00	\$0.00	\$0.00	\$0.00
130	SEV. ACT #761	\$112,142.58	\$103,378.74	\$1,405,778.03	\$1,414,018.27
131	SEV./BRINE ACT 874	\$10,679.83	\$9,965.91	\$123,316.08	\$128,103.27
132	SOYBEAN STATE 259	\$66,104.58	\$53,244.64	\$2,256,943.53	\$1,779,039.22
133	WHEAT PROMOTION	\$1,201.60	\$5,705.40	\$306,279.57	\$182,863.77
134	RICE PROMOTION	\$282,115.20	\$241,589.51	\$5,850,838.00	\$5,578,716.66
135	RL ESTATE TRANS. 754	\$0.00	\$0.00	\$90,000.00	\$60,000.00
136	RL ESTATE TRANS. 754	\$105,789.80	\$135,267.34	\$1,083,928.64	\$1,353,164.07
137	RL ESTA TRANS.729 80	\$1,692,665.46	\$2,164,312.17	\$14,176,062.12	\$22,611,010.81
138	RL ESTA TRANS.729 10	\$211,583.01	\$270,538.89	\$2,347,894.32	\$2,826,373.96
139	RL ESTA TRANS.729 10	\$211,583.01	\$270,538.89	\$2,347,894.32	\$2,826,373.96
140	BEEF COUNCIL - STATE	\$40,407.50	\$35,806.50	\$464,955.54	\$465,646.45
141	WINE TAX ACT #906	\$0.00	\$1,086.17	\$0.00	\$13,169.77
142	DISABILITY PHOTO ID	\$0.00	\$0.00	\$0.00	\$0.00
143	ST AVIATION ACT #449	\$1,202,677.74	\$577,379.11	\$7,107,906.61	\$7,193,977.38
144	RENT CARSRCH 1359/99	\$197.00	\$86.00	\$3,994.00	\$1,994.00
145	DOG RACING ACT #382	\$0.00	\$0.00	\$0.00	\$0.00
146	ABC APP'L FEE 675	\$325.00	\$2,200.00	\$14,840.00	\$12,475.00
147	DWI REINSTATEMENT	\$14,215.25	\$13,847.75	\$181,994.70	\$173,015.50
148	VISION TEST/PHOTO ID	\$157,189.00	\$149,621.75	\$1,747,818.64	\$1,674,442.82
149	BEEF COUNCL NATIONAL	\$40,407.50	\$35,806.50	\$464,955.54	\$465,646.44
150	BRUCellosis CNTR FUN	\$31,930.50	\$57,512.00	\$676,013.57	\$733,304.82
151	DWI ADD 631/316 91	\$0.00	\$0.00	\$0.00	\$0.00
152	WASTE TIRE 749/ 91	\$376,677.31	\$340,928.91	\$4,342,481.78	\$4,130,870.44
153	SWINE TEST 1105 91	\$0.00	\$2.00	\$19.00	\$105.00
154	DWI REINSTATE 802/95	\$67,014.75	\$65,282.25	\$857,975.06	\$815,644.50
155	RURAL HEALTH 201/39	\$72,945.00	\$89,240.00	\$236,697.50	\$370,610.00
156	SEVERANCE TAX 761/83	\$0.00	\$0.00	\$0.00	\$1,657.81

Department of Finance and Administration
Revenue Division
Little Rock, Arkansas
Statement of Gross Tax Collections
Fiscal Year Basis 6/2008

C1L018

157	SOYBEA NATION 340/91	\$66,104.56	\$53,244.56	\$2,256,942.91	\$1,779,038.59
158	CHOOSE LIFE PLATE	\$0.00	\$0.00	\$0.00	\$0.00
159	MF INTERSTATE USER	\$1,566,554.46	\$1,087,558.20	\$13,922,635.88	\$12,885,886.84
160	MIDSO COM COLL 1488/01	\$5,126.45	\$3,422.35	\$37,541.63	\$27,152.45
161	SALESTAX PERMIT 620/93	\$39,050.00	\$46,200.00	\$445,064.77	\$465,351.00
162	M V VAL. DEC 974/97	\$231,975.93	\$244,564.77	\$2,574,052.18	\$2,536,464.21
163	LIAB.INS.REIN 357/93	\$660.00	\$860.00	\$8,680.00	\$9,920.00
164	ASP INSPREM 1500/01	\$244,286.62	\$236,863.68	\$2,910,348.54	\$2,854,344.47
165	VIN INSPECTION 1329/03	\$500.00	\$638.37	\$7,225.00	\$6,388.37
166	DUI REIN 863/93 40%	\$2,144.00	\$1,382.00	\$23,640.00	\$18,026.00
167	WEATHIZ ASST ACT121/03	\$0.00	\$0.00	\$0.00	\$0.00
168	WASTE TIRE P 1292/97	\$32,754.55	\$29,645.99	\$377,653.20	\$359,206.10
169	CATFISH PROMO 790/99	\$4,522.06	\$7,153.85	\$128,190.38	\$129,106.51
170	GAMEPROTECT 1566/99	\$80,409.23	\$74,270.12	\$892,301.48	\$747,795.81
171	PTR ACT 1492/99	\$20,529,230.06	\$20,869,839.65	\$235,540,017.16	\$242,662,245.83
172	SPEC PLATE FEE 93 SE	\$144,940.72	\$139,504.74	\$1,588,961.26	\$1,427,729.06
173	PTR DYED DIESEL 87/07	\$122,303.88	\$0.00	\$1,019,070.01	\$0.00
174	EDUC.ADEQ DYED.DIESEL 87/07	\$214,391.55	\$0.00	\$1,786,370.22	\$0.00
175	CONS. FUND 156/97	\$5,340,663.54	\$5,224,258.42	\$60,619,270.48	\$60,806,813.21
176	AVI. AERO 924/97	\$189,428.15	\$248,429.76	\$3,411,222.78	\$4,502,950.30
177	AR CORN/SORG 271/97	\$14,870.47	\$2,277.89	\$986,890.12	\$214,990.04
178	ADMIN JUSTICE 788/97	\$952,109.62	\$1,217,408.04	\$8,064,698.68	\$10,110,727.43
179	DIST WASTTIRE 1292/97	\$68,476.95	\$30,745.80	\$727,134.75	\$665,825.95
180	INSURANCE ACT 991/97	\$0.00	\$0.00	\$0.00	\$0.00
181	AGE/ADULT SERV 1698/01	\$82,493.59	\$81,215.18	\$968,531.48	\$961,105.98
182	ELEC. GAMING APPLICATION FEE	\$1,900.00	\$4,800.00	\$69,450.00	\$89,350.00
183	BREAST CAN RSH 1698/01	\$94,537.65	\$93,072.60	\$1,109,937.06	\$1,101,427.46
184	BREAST CAN CTRL 1698/1	\$336,892.42	\$331,671.60	\$3,955,348.88	\$3,925,024.18

June 2008

C1L018

Department of Finance and Administration
Revenue Division
Little Rock, Arkansas
Statement of Gross Tax Collections
Fiscal Year Basis 6/2008

Page 4 Of 9

185	GEN IMPROV FUND 1681/1	\$0.00	\$0.00	\$0.00	\$0.00
186	DRIVER CONFIRM 1810/01	\$0.00	\$0.00	\$0.00	\$0.00
187	SCHOOL FOR DEAF 1556/1	\$12.50	\$0.00	\$52.50	\$46.00
188	SCHOOL FOR BLND 1556/1	\$12.50	\$0.00	\$52.50	\$46.00
189	DUPLICATE DRIVERS LIC	\$388,689.53	\$355,053.81	\$4,710,582.11	\$4,479,433.69
190	EDUC ADEQ. 108/03	\$36,165,358.51	\$36,685,052.53	\$410,529,441.61	\$423,765,327.97
191	FIREFIGHTERS MEM FUND	\$4,728.87	\$541.00	\$10,869.16	\$6,055.64
192	IN GOD WE TRUST PLATE	\$5,000.00	\$4,732.38	\$48,562.92	\$34,004.03
193	AR RX FUND ADJUSTMENT	\$41,246.79	\$40,607.59	\$484,265.73	\$480,553.00
194	AR PROSTATE ADJUSTMENT	\$13,750.82	\$13,537.73	\$161,444.15	\$160,206.41
195	UAMS 4% MD FUND	\$198,075.30	\$185,438.78	\$2,138,695.48	\$2,029,940.22
196	PUBLIC SCHOOL ADJUST	\$77,124.38	\$102,125.36	\$1,184,694.38	\$1,175,701.28
197	DHS GRANTS FUND ADJUST	\$1,060.03	\$733,796.26	\$1,911,140.76	\$8,968,992.70
198	TELE COM EQUIP 501/95	\$29,897.35	\$22,532.92	\$420,191.93	\$163,446.54
199	Unified Carrier Reg. 232/07	\$534,287.00	\$0.00	\$2,849,131.00	\$0.00
	Total Special Revenues	<u>\$122,607,583.49</u>	<u>\$125,395,647.66</u>	<u>\$1,405,621,234.19</u>	<u>\$1,440,058,336.19</u>

June 2008

C1L018

Department of Finance and Administration
Revenue Division
Little Rock, Arkansas
Statement of Gross Tax Collections
Fiscal Year Basis 6/2008

Page 5 Of 9

General Revenues	June 2008	June 2007	12 Months 2008	12 Months 2007
201 CIGARETTE TAX	\$10,465,468.13	\$10,225,025.89	\$119,791,787.42	\$122,067,923.01
202 TOBACCO PERM 1337/97	\$64,065.00	\$85,435.00	\$190,715.00	\$332,263.58
203 CIGAR & TOBACCO TAX	\$1,812,376.03	\$1,761,358.35	\$20,636,147.88	\$19,223,879.96
204 CIGARETTE PAPER TAX	\$40,888.46	\$54,074.79	\$507,828.13	\$498,095.23
205 BEER TAX	\$1,164,368.03	\$1,124,223.52	\$12,881,822.57	\$12,540,158.72
206 BEER ENF. ACT #271	\$38,802.24	\$37,464.44	\$429,283.15	\$417,737.57
207 LIQUOR TAX 2.50 /GAL	\$646,342.83	\$755,626.15	\$7,652,317.10	\$7,174,009.20
208 LIQUOR ENF.	\$20,742.45	\$25,094.38	\$251,985.40	\$649,146.51
209 WINE TAX .70 / GAL.	\$18,471.44	\$15,111.50	\$192,161.36	\$182,140.06
210 WINE ENF.	\$5,061.46	\$4,625.11	\$49,778.81	\$46,728.50
211 WINE ENF. ACT #271	\$496.55	\$434.30	\$5,142.99	\$5,339.70
212 WINE ENF. ACT #424	\$84.04	\$80.82	\$992.98	\$1,690.49
213 IMPORTED WINE TAX	\$197,004.77	\$199,099.41	\$2,049,133.23	\$1,816,907.79
214 IMPORT WINE TAX 424	\$944.03	\$901.05	\$11,184.30	\$9,800.47
215 BEER PERMITS	\$191,615.00	\$167,020.00	\$618,310.00	\$604,650.00
216 LIQUOR PERMITS	\$336,875.00	\$257,995.00	\$1,232,325.00	\$1,106,062.50
217 WINE PERMITS	\$25,780.00	\$11,237.00	\$65,826.00	\$54,898.00
218 SEVERANCE TAX 3/4	\$1,852,250.51	\$917,882.71	\$16,904,524.89	\$12,096,654.52
219 AMUSEMENT MACH. TAX	\$0.00	\$0.00	\$0.00	\$0.00
220 BINGO/RAFFLES 388/07	\$12,225.00	\$4,950.00	\$54,460.00	\$4,950.00
221 BINGO TAX 388/07	\$83,427.92	\$0.00	\$1,123,502.23	\$0.00
222 RL ESTATE TRANS 754	\$0.00	\$0.00	\$2,607,788.32	\$2,607,788.32
223 AVIATION USE 924/97	\$0.00	\$0.00	\$0.00	\$0.00
224 DYED DIESEL 87/07	\$1,102,174.39	\$0.00	\$9,183,626.58	\$0.00
225 GROSS RECEIPTS	\$187,067,615.25	\$192,715,614.76	\$2,162,213,440.76	\$2,230,203,525.69
226 ESTATE TAX	\$0.00	\$56,487.00	\$167,964.99	\$434,070.21
227 INCOME - INDIVIDUAL	\$6,107,988.46	\$5,347,795.26	\$250,543,902.64	\$246,917,713.56

Department of Finance and Administration
 Revenue Division
 Little Rock, Arkansas
 Statement of Gross Tax Collections
 Fiscal Year Basis 6/2008

C1L018

228	REAL-ESTATE 793/07	\$0.00	\$0.00	\$4,500,000.00	\$0.00
229	WITHHOLDING MONTHLY	\$180,202,509.33	\$161,251,280.43	\$2,067,225,066.79	\$1,900,520,393.31
230	INDIVIDUAL EST. INC.	\$76,183,437.88	\$66,213,778.51	\$445,925,448.66	\$388,453,115.92
231	CORPORATION INCOME	\$1,803,192.96	\$2,247,399.94	\$51,084,546.93	\$38,674,195.84
232	CORPORATION EST. INC.	\$54,696,452.90	\$56,829,535.26	\$327,703,313.68	\$377,161,304.34
233	LIQ. TAX 1.00/.50 GAL	\$33,801.67	\$41,122.64	\$354,930.84	\$345,632.46
234	1% RETAIL BEER TAX	\$0.00	\$0.00	\$1,966,575.66	\$0.00
235	DOG RACING	\$130,730.42	\$125,505.27	\$1,448,343.73	\$1,520,487.30
236	HORSE RACING	\$278,940.56	\$407,051.35	\$3,478,337.76	\$3,456,552.68
237	ABC FINES	\$37,600.00	\$18,375.00	\$200,400.00	\$195,950.00
238	ABC TRANSCRIPTS	\$225.60	\$115.60	\$1,104.60	\$2,152.25
239	SALES TO MINORS TOBACCO FINES	\$31,480.00	\$0.00	\$188,774.98	\$0.00
240	SUNDAY SALE PERM. FEE	\$16,705.00	\$13,020.00	\$70,240.00	\$68,795.00
241	DWI REINSTATEMENT	\$20,307.50	\$19,782.50	\$259,992.47	\$247,165.00
242	DOGS ELECTRONIC GAMES	\$341,976.43	\$249,741.91	\$3,574,427.68	\$1,759,255.63
243	HORSE ELECTRONIC GAMES	\$185,236.16	\$119,984.98	\$1,983,035.87	\$895,757.96
244	ELEC. GAMES LICENSE FEES	\$950.00	\$50.00	\$40,475.00	\$39,425.00
245		\$0.00	\$0.00	\$0.00	\$0.00
246		\$0.00	\$0.00	\$0.00	\$0.00
247	VEND. DECAL 928/97	\$650,331.40	\$578,957.80	\$1,074,733.39	\$1,806,777.88
248		\$0.00	\$0.00	\$0.00	\$0.00
249	DUI REIN. 863/93 60%	\$3,216.00	\$2,073.00	\$35,460.00	\$27,039.00
Total General Revenues		\$525,872,160.80	\$501,885,310.63	\$5,520,481,159.77	\$5,374,170,133.16

June 2008
C1L018

Department of Finance and Administration
Revenue Division
Little Rock, Arkansas
Statement of Gross Tax Collections
Fiscal Year Basis 6/2008

Page 7 Of 9

<u>Trust Revenues</u>	<u>June 2008</u>	<u>June 2007</u>	<u>12 Months 2008</u>	<u>12 Months 2007</u>
301	\$0.00	\$0.00	\$0.00	\$0.00
302 AD-VALOREM-TRUST	\$3,005,036.49	\$2,474,648.61	\$16,802,994.72	\$15,656,076.55
303 LOCAL SALES/USE-TRUST	\$83,792,669.72	\$74,488,800.07	\$935,031,683.93	\$871,244,529.32
304 CRAFT TRN TRUS 474/99	\$47,655.78	\$57,981.46	\$593,081.80	\$602,293.92
305 ORGAN DONOR PLATE	\$1,204.74	\$1,025.00	\$14,557.24	\$12,455.31
306 BABY SHARON TRST279/03	\$60.00	\$0.00	\$712.07	\$3,187.00
307 MILT'RY FAM RELIEF TRS	\$25.00	\$0.00	\$120.00	\$552.00
308 TOURISM DEV TRST ADJUS	\$1,021,315.58	\$923,913.25	\$11,820,815.98	\$11,202,046.18
309 PUBLIC TRANS TRST ADJS	\$231,373.13	\$306,376.08	\$3,554,083.15	\$3,527,103.79
310 AREA AGENCIES ON AGING	\$25.00	\$0.00	\$90.00	\$62.00
311 PETRO ENVIR ASSU FEE	\$636,446.04	\$679,259.37	\$7,501,796.01	\$7,574,208.65
312 UMB CORD 695/07	\$0.00	\$0.00	\$20.00	\$0.00
313 U.S. OLY COMM 471/93	\$25.00	\$0.00	\$50.00	\$57.00
314 SOFTDRINK TX 1073/93	\$4,130,616.02	\$6,710,488.81	\$46,473,831.58	\$48,808,878.14
315 DIA RELIEF TRU 181/97	\$25.00	\$0.00	\$145.00	\$212.00
316 ID PEND LOC S/U 928/9	\$162,582.85	\$144,739.45	\$268,683.36	\$451,694.48
Total Trust Revenues	<u>\$93,029,060.35</u>	<u>\$85,787,232.10</u>	<u>\$1,022,062,664.84</u>	<u>\$959,083,356.34</u>
Sum Total Of All Revenue	\$741,508,804.64	\$713,068,190.39	\$7,948,165,058.80	\$7,773,311,825.69

June 2008

C1L018

Department of Finance and Administration
Revenue Division
Little Rock, Arkansas
Statement of Gross Tax Collections
Fiscal Year Basis 6/2008

Page 8 Of 9

<u>Escrow/Pullout Revenues</u>	<u>June 2008</u>	<u>June 2007</u>	<u>12 Months 2008</u>	<u>12 Months 2007</u>
401 TITLE	\$106,370.02	\$104,723.00	\$1,212,408.42	\$1,170,240.95
402 LIEN	\$39,597.75	\$47,759.85	\$451,944.29	\$437,936.48
403 POSTA	\$55,802.46	\$58,918.24	\$655,195.48	\$643,550.84
404 ADFA	\$347,963.63	\$366,846.81	\$3,861,074.89	\$3,804,692.73
405 TRANS	\$1,643.00	\$1,504.00	\$17,155.75	\$16,158.53
406 LOST/	\$7,684.74	\$9,746.18	\$99,902.95	\$119,462.70
407 DR LIC	\$496,140.36	\$481,692.57	\$5,916,992.84	\$5,816,235.13
408 OIL &	\$12,428.39	\$13,633.16	\$149,848.78	\$153,322.25
409 CDL241	\$56,183.40	\$54,840.50	\$725,274.30	\$662,772.59
410 SEARCH	\$40.00	\$149.00	\$1,667.50	\$1,765.50
411 COURT REIN.	\$86,337.50	\$89,675.00	\$1,138,852.50	\$1,124,318.75
412 IRP REFUND	\$0.00	\$0.00	\$0.00	\$0.00
413 U OF A COLLEGE	\$23,501.17	\$18,352.50	\$253,130.71	\$177,743.10
414 ASU COLLEGE	\$2,525.00	\$1,750.00	\$18,806.40	\$14,652.50
415 UALR COLLEGE	\$275.00	\$325.00	\$3,900.00	\$2,975.00
416 UCA COLLEGE	\$875.00	\$800.00	\$8,525.00	\$7,152.50
417 COMM EDU 8/01	\$10,800.00	\$10,166.29	\$108,903.03	\$103,547.61
418 SAU COLLEGE	\$625.00	\$775.00	\$6,325.00	\$5,775.00
419 DUCKS UNLIMITED	\$9,250.00	\$9,274.19	\$110,187.91	\$101,692.38
420 U OF A AGRI	\$750.00	\$625.00	\$8,300.00	\$7,340.35
421 AR CATTLEMEN'S	\$975.00	\$925.00	\$10,000.00	\$8,900.00
422 BOY SCOUT	\$425.00	\$600.00	\$6,750.00	\$6,000.00
423 HENDERSON STATE UNIV	\$750.00	\$425.00	\$5,975.00	\$4,550.00
424 UAPB	\$4,865.17	\$5,425.00	\$61,283.53	\$56,867.96
425 MISC REFUND CORRECTION	\$0.00	\$0.00	\$0.00	\$0.00
426 OUACHITA BAPT UNIV	\$650.00	\$700.00	\$6,775.00	\$5,600.00
427 ST GOLF ASSOC 1574/05	\$2,750.00	\$2,150.00	\$25,617.83	\$16,407.84

June 2008

C1L018

Department of Finance and Administration
Revenue Division
Little Rock, Arkansas
Statement of Gross Tax Collections
Fiscal Year Basis 6/2008

Page 9 Of 9

428	RIGHT TO LIFE	\$5,750.00	\$5,250.00	\$67,023.96	\$61,794.28
429	AR REALTORS PLATE	\$1,725.00	\$1,600.00	\$18,486.60	\$14,375.00
430	FALL FIREFIGHTERS M BD	\$1,610.95	\$1,575.00	\$18,658.22	\$14,213.96
431	EMERGY MED TECH PLATE	\$1,395.00	\$1,125.00	\$15,139.55	\$11,876.09
432	ABC APPLICATION FEES	\$7,780.00	\$29,610.00	\$227,210.00	\$262,690.00
433	IRP-ROA CNTY REV MONEY	\$5,341.55	\$13,920.83	\$77,245.85	\$161,385.20
434	IRP-REGISTRATION FEES	\$2,764,232.29	\$2,774,345.72	\$18,406,491.62	\$19,633,840.74
435	COLL-99 DFA HOT CHECKS	\$26,869.83	\$35,501.34	\$283,530.66	\$199,487.75
436	U OF A MONTICELLO PLATE	\$600.00	\$475.00	\$7,425.00	\$5,200.00
437	AR. TECH UNIVERSITY	\$900.00	\$550.00	\$7,825.00	\$3,375.00
438	HENDRIX COLLEGE LICENSE PLATE	\$500.00	\$275.00	\$3,750.00	\$1,450.00
439	SUPPORT OUR TROOPS PLATE	\$0.00	\$0.00	\$0.00	\$0.00
440	MOTOR VEHICLE SEARCH FEES	\$0.00	\$0.00	\$0.00	\$0.00
441	UNIFIED CARRIER REG.	\$0.00	\$0.00	\$0.00	\$0.00
442	INA MV SEARCH FEES	\$16,493.50	\$0.00	\$109,001.50	\$0.00
443	MV SEARCH FEES	\$4,988.00	\$0.00	\$45,809.75	\$0.00
444	INA MV CDL SEARCH	\$695.00	\$0.00	\$2,103.00	\$0.00
445	U OF OZARKS PLATE	\$275.00	\$0.00	\$350.00	\$0.00
446	LYON COLLEGE PLATE	\$375.00	\$0.00	\$625.00	\$0.00
Total Escrow/Pullout Revenues		<u>\$4,108,738.71</u>	<u>\$4,146,009.18</u>	<u>\$34,155,472.82</u>	<u>\$34,839,348.71</u>

Mail Cost Center 383201

First Class

FROM: STATE OF ARKANSAS
Department of Finance & Administration
Office of the Director
Economic Analysis & Tax Research
P.O. Box 3278
Little Rock, AR 72203

TO: