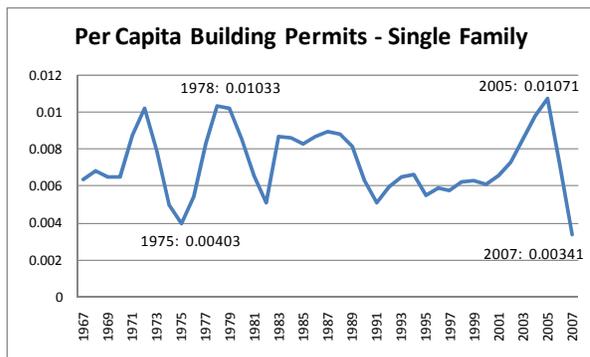


Executive Summary

Documentary Stamp Taxes

(a portion of these dollars funds general revenue and the rest are associated with various trust funds)

The new forecast reflects conditions that continue to prove that Florida is well below normal patterns of construction and real-estate activity. These conditions are generally expected to last throughout calendar years 2008 and 2009, before returning to more sustainable growth patterns in 2010. In this regard, Fiscal Year 2008-09 receipts will only achieve 36% of the collection level at its height – the 2005-06 boom year. As the primary driver of the five-year run-up in total documentary stamp tax collections, the state of Florida's housing market is inextricably linked to this revenue source.

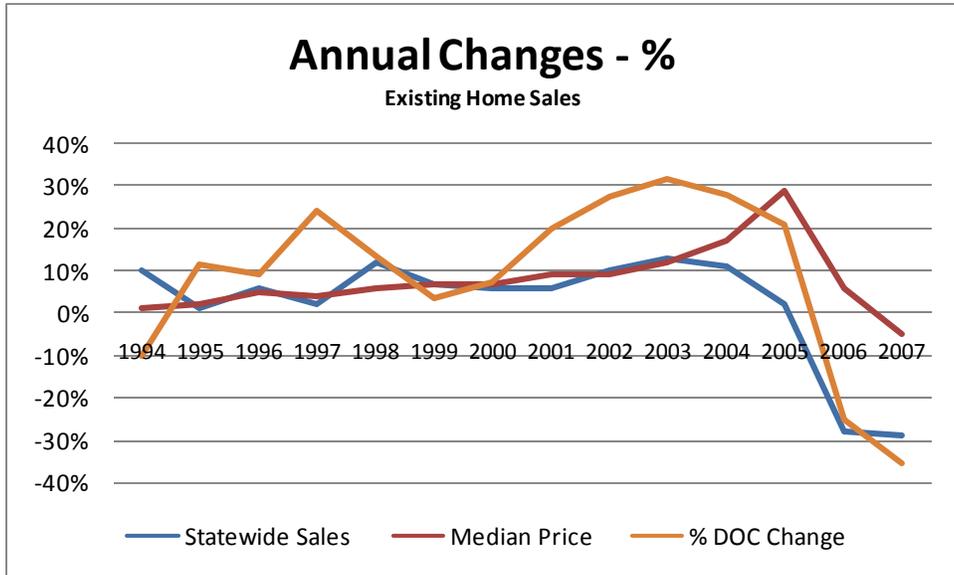


The boom, characterized by double-digit growth in home sales and price appreciation, played a significant role in Florida's past collection performance. Among other things, recent data has indicated year-over year sales of existing homes dropped for the fourth consecutive June, with 2008 sales comprising only 46% of the 2005 level. Levels this low have not been seen since

June 1994. Similarly, median sales prices have declined by 16% since last June, affecting nearly every one of the state's metropolitan statistical areas.

According to the latest Florida Economic Conference, housing starts – albeit exhibiting positive growth – will persist at low levels through calendar year 2009 before beginning a more significant rebound in the second half of 2010. Total construction expenditures follow a similar pattern, although Fiscal Year 2008-09 continues negative quarterly growth. Construction expenditures do not return to the 2005-06 level until Fiscal Year 2015-16. Growth in private nonresidential construction is also projected to lose steam and dip into negative territory this year, followed by another year of decline in Fiscal Year 2009-10 before resuming growth. Meanwhile, after posting a 19.1% increase last year, public construction activity is projected to decelerate 14.9% this fiscal year before regaining modest strength.

Documentary Stamp tax collections are expected to continue declining as the adjustment to stricter lending standards and tighter credit conditions takes hold. Prices will further weaken – exerting downward pressure on collections until the current housing inventory clears. This is not expected before early 2010.



Total annual collections were greatest in Fiscal Year 2005-06 at \$4.1 billion. In comparison, the forecast for this year is only \$1.47 billion, a 24.6% decline over last year. Positive growth is expected in 2009-10 (8.9%) followed by even stronger growth in Fiscal Years 2010-11, 2011-12 and 2012-12 with more typical levels for the remainder of the forecast.

Documentary Stamp Tax Collections and Distributions
Aug-08

Statutory %'s	\$ Caps	F.S.	Statutory % Distributions	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18
			Total Documentary Stamp Tax Collections	1,474.9	1,606.3	1,916.0	2,310.7	2,614.9	2,830.9	3,023.6	3,213.0	3,372.0	3,539.9
7.00%		201.15	DOR Administrative Costs	10.3	10.3	10.3	10.3	10.3	10.3	10.3	10.3	10.3	10.3
		201.15	Less: General Revenue Service Charge	103.2	112.4	134.1	161.7	183.0	198.2	211.7	224.9	236.0	247.8
			Net Available for Distribution	1,361.40	1,483.60	1,771.6	2,138.7	2,421.6	2,622.4	2,801.6	2,977.8	3,125.7	3,281.8
63.31%		201.15(1)	Distribution for General Revenue and Debt Service	861.9	939.3	1,121.6	1,354.0	1,533.1	1,660.2	1,773.7	1,885.2	1,978.9	2,077.7
		201.15(1)(a)&(b)	P2000/Florida Forever/Everglades Restoration Debt Service	425.6	435.1	438.7	438.7	438.7	173.5	173.3	173.2	173.0	172.9
New % Share	\$ Caps		GR Share Available for Distribution After Debt Service	436.3	504.2	682.9	915.3	1,094.4	1,486.7	1,600.4	1,712.0	1,805.9	1,904.8
0.23000%	3.25	201.15(1)(c)	Dept. of Community Affairs Grants and Donations Trust Fund	1.00	1.16	1.57	2.11	2.52	3.25	3.25	3.25	3.25	3.25
38.20000%	541.75	201.15(1)(c)	State Transportation Trust Fund	166.67	192.60	260.87	349.64	418.06	541.75	541.75	541.75	541.75	541.75
5.64000%	80.0	201.15(1)(c)	Water Protection and Sustainability Program Trust Fund	24.61	28.44	38.52	51.62	61.72	80.00	80.00	80.00	80.00	80.00
			PECO										
2.12000%	30.0	201.15(1)(c)	Ecosystem Management & Restoration Trust Fund	9.25	10.69	14.48	19.40	23.20	30.00	30.00	30.00	30.00	30.00
0.14000%	2.0	201.15(1)(c)	Marine Resources Conservation Trust Fund	0.61	0.71	0.96	1.28	1.53	2.00	2.00	2.00	2.00	2.00
0.02000%	0.3	201.15(1)(c)	General Inspection Trust Fund, oyster management and restoration	0.09	0.10	0.14	0.18	0.22	0.30	0.30	0.30	0.30	0.30
46.35%	657.3	201.15(1)(c)	Total Distributions From GR Share After Debt Service	202.2	233.7	316.5	424.2	507.3	657.3	657.3	657.3	657.3	657.3
		201.15(1)(d)	General Revenue by Formula After Other Distributions	234.1	270.5	366.4	491.1	587.1	829.4	943.1	1,054.7	1,148.6	1,247.5
		201.15(16)	Additional General Revenue due to Trust Fund Caps	18.4	32.8	112.6	229.6	324.6	392.8	452.0	509.7	558.8	609.6
			Total General Revenue	252.5	303.3	479.0	720.7	911.7	1,222.2	1,395.1	1,564.4	1,707.4	1,857.1
			Available for Other Distributions to Other Trust Funds	499.5	544.3	650.0	784.7	888.5	962.2	1,027.9	1,092.6	1,146.8	1,204.1
			10% Growth From Prior Year	-	12.2	28.8	36.7	28.3	20.1	17.9	17.6	14.8	15.6
Statutory %	Caps *												
7.56000%	84.9	201.15(2)	Land Acquisition Trust Fund (LATF)	84.90	85.82	87.08	87.68	87.04	86.42	86.25	86.23	86.02	86.08
1.94000%	26.0	201.15(3)	LATF - Coastal Lands Acquisition & Debt Service	26.00	26.00	26.00	26.00	26.00	26.00	26.00	26.00	26.00	26.00
4.20000%	60.5	201.15(4)	Water Management Lands Trust Fund	57.18	61.01	61.71	62.04	61.69	61.34	61.25	61.24	61.12	61.16
3.12752%	na	201.15(5)	Conservation and Recreation Lands (CARL) Trust Fund	42.58	46.40	55.41	66.89	75.74	82.02	87.62	93.13	97.76	102.64
0.39248%	na	201.15(5)	State Game Trust Fund (from CARL) - Land Management	5.34	5.82	6.95	8.39	9.50	10.29	11.00	11.69	12.27	12.88
2.28000%	34.1	201.15(6)	Invasive Plant Control Trust Fund	31.04	34.10	34.76	34.94	34.75	34.56	34.51	34.50	34.44	34.46
0.50000%	9.3	201.15(7)	State Game Trust Fund - Lake Restoration 2020 Program	6.81	7.48	9.00	9.48	9.44	9.40	9.39	9.39	9.37	9.38
0.25000%	na	201.15(8)	Water Quality Assurance Trust Fund	3.40	3.71	4.43	5.35	6.05	6.56	7.00	7.44	7.81	8.20
0.25000%	na	201.15(8)	General Inspection Trust Fund	3.40	3.71	4.43	5.35	6.05	6.56	7.00	7.44	7.81	8.20
3.76500%	53.5	201.15(9)(a)	State Housing Trust Fund	51.26	53.96	54.58	54.88	54.57	54.26	54.17	54.16	54.06	54.09
3.76500%	53.5	201.15(9)(b)	Local Government Housing Trust Fund	51.26	53.96	54.58	54.88	54.57	54.26	54.17	54.16	54.06	54.09
1.08250%	17.0	201.15(10)(a)	State Housing Trust Fund	14.74	16.19	17.31	17.40	17.31	17.22	17.19	17.19	17.16	17.17
7.57750%	119.0	201.15(10)(b)	Local Government Housing Trust Fund	103.16	113.35	121.18	121.78	121.14	120.52	120.36	120.34	120.12	120.18
36.69%			Subtotal Statutory % Distributions	481.1	511.5	537.4	555.1	563.9	569.4	575.9	582.9	588.0	594.5