October 2004 Financial Plan Update

($ in millions)

<table>
<thead>
<tr>
<th></th>
<th>2005</th>
<th>2006</th>
<th>2007</th>
<th>2008</th>
</tr>
</thead>
<tbody>
<tr>
<td>Gap to be Closed June 2004 Plan</td>
<td>$</td>
<td>-</td>
<td>(3,674)</td>
<td>$ (4,522)</td>
</tr>
</tbody>
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*(Increase the Gap) / Decreases the Gap*

**Gap Openers**
- State Budget: (201) (196) (94) (77)
- Education: (87) - - -
- Energy: (40) (65) (65) (65)

Total Gap Openers: $ (328) $ (261) $ (159) $ (142)

**Gap Closers**
- Tax Revenue (See Below): 577 589 544 524
- Non Tax Revenue: 33 - - -
- Debt Service: 72 27 (39) (48)

Total Gap Closers: $ 682 $ 616 $ 505 $ 476

Increase Budget Stabilization Account to $574 million: (354) 354 0 0

Remaining Surplus/(Gap) October 2004: $ - $ (2,965) $ (4,176) $ (3,347)

**Tax Forecast Changes**
- Property and Property Related Transactions: 419 340 285 253
- Reduction in Wall Street Profits Forecast from $16.4 billion to $12.8 billion: (209) (90) (38) (15)
- Baseline June 2004 Forecast Changes: 367 339 297 286

Total Forecast Changes: 577 589 544 524