NET STATE TAX SUPPORTED DEBT

2013-2014 AND 2014-2015 FISCAL YEAR STATUS AND
2015-2016 FISCAL YEAR PROJECTION

As of December 31, 2014

Presented to

Governor Bobby Jindal

Senator John A. Alario, Jr.
President of the Senate

Representative Charles "Chuck" Kleckley
Speaker of the House

Senator Robert Adley
Chair, Joint Legislative Committee on Capital Outlay

By
State Treasurer John Neely Kennedy, Chair
State Bond Commission

March 19, 2015

NET STATE TAX SUPPORTED DEBT

Pursuant to Article VII, Section 6(F), the State is prohibited from issuing Net State Tax Supported Debt ("NSTSD") if the debt service, including sinking fund requirements, is above 6% of the estimated State General and Dedicated Funds, and any other Funds required by law to be included in any Fiscal Year, adopted in the official forecast by the Revenue Estimating Conference (REC) at its first meeting after the beginning of each Fiscal Year. R.S. 39:1367 further defines the NSTSD limitation and specifies debt obligations which are included in the NSTSD limitation; however debt obligations may be excluded by a specific legislative instrument receiving a favorable two-thirds vote of the entire legislature.

NSTSD is categorized by:

(1) State of Louisiana General Obligation Bonds secured by the full faith and credit of the State,
(2) State of Louisiana Revenue Bonds secured by dedicated revenue sources,
(3) Appropriation Dependent debt issued by various entities and secured by annual appropriation of funds by the Legislature,
(4) Self-supporting debt issued by various entities and secured by tolls and other revenues derived by the entity.

The REC forecast has typically included gross tax revenue funds that flow into the State General Fund, as well as any statutory dedications of those funds. Other Dedicated Funds and Self-Generated Funds have not been included. However, Act 419 of the 2013 Regular Session modified this practice by directing the REC to forecast all funds required to be deposited in the state treasury, which includes all gross revenue funds and all statutorily dedicated funds, subject to the exceptions listed in Article VII, Section 10(J) of the LA Constitution. Pursuant to AG Opinion 14-0034 issued on May 5, 2014, the calculation on the NSTSD limitation must include the additional statutorily dedicated funds and self-generated funds. According to the opinion, the effect of Act 419 on the NSTSD limitation was unintentional. Additional revenue recognized under Act 419 is not necessarily available to pay debt service.

In order to alleviate concerns that additional NSTSD will be issued under the increased debt limit without the benefit of additional revenues to pay the debt service on debt that constitutes NSTSD, the State Bond Commission adopted a resolution on August 21, 2014 which states that the Commission shall not approve the issuance of any debt that constitutes NSTSD if the issuance of that debt shall cause the amount of money necessary to service outstanding NSTSD to exceed six percent (6%) of the estimate of money to be received by the state general fund and dedicated funds for each respective fiscal year as determined by the REC under the methods used by the REC prior to the effective date of Act 419. Therefore for purposes of this report, REC revenues do not include Act 419 revenues.

The following sections provide an overview and status of General Obligation Bonds, Revenue Bonds, Appropriation Dependent Debt, and Self-Supporting Debt issued in Fiscal Years 2014 and 2015. A recap of outstanding NSTSD is attached as Exhibit 1.

A. GENERAL OBLIGATION BONDS

The State Bond Commission, on behalf of the State of Louisiana, is authorized to issue General Obligation debt pursuant to Article VII, Section 6(A) of the Louisiana Constitution of 1974, as amended. General Obligation debt is full faith and credit obligations of the State secured by the Bond Security and Redemption Fund created and established in the State Treasury. General Obligation debt is issued to finance capital outlay projects described in the comprehensive capital outlay budget of the State or for economic refunding purposes which provide the State current and future debt service savings. In Fiscal Years 2014 and 2015, through December 31, 2014, the State issued General Obligation Bonds as follows:

Fiscal Year 2013-2014

Series Name	Issue Date	Final Maturity Date	Par (millions)	Premium (millions)	Underwriter's Discount	Other Cost of Issuance	Interest Rate
2013D (refunding)	10/30/13	8/1/19	$205.805	n/a	n/a	$86,523	1.51% to 2.87%
2014A (new money)	2/20/14	2/1/34	$347.165	$34.235	$800,780	$333,321	4.00% to 5.00%
2014B (new money) (tax)	2/20/14	2/1/20	$149.275	$1.148	$369,556	$143,322	0.22% to 2.50%
2014 (defeasance)	6/30/14	n/a	n/a	n/a	n/a	$40,277	n/a

On October 30, 2013 the State executed a $205.805 million term loan agreement, denominated as General Obligation Delayed Draw Term Loan Refunding, Series 2013D, with JPMorgan Chase Bank, to refund the 2016 to 2019 maturities of General Obligation Refunding Bonds, Series 2005A. The 2005A bonds were issued to advance refund various General Obligation Bonds, therefore could not be advanced refunded again on a tax-exempt basis prior to the August 1, 2015 call date. As an alternative to issuing taxable refunding bonds, it was determined a delayed draw term loan structure would be more economical. Therefore, a forward delivery contract was executed as a mechanism to lock in tax-exempt rates until the delayed draw term loan is drawn upon on July 31, 2015 to refund the 2005A bonds. The 2005A bonds will remain outstanding until the call date. The refunding was an economic refunding that will provide the State gross savings of $10.759 million and present value savings of $9.8 million. The forward delivery contract requires a quarterly commitment fee of 25 basis points, or $901,826 total estimated, until the bonds are called on August 1, 2015. The savings are net of the commitment fee.

The Series 2014A and B bonds were sold in a competitive sale on February 11, 2014 with J.P. Morgan Securities LLC winning the bid for the 2014A bonds with a TIC of 3.581818% and Wells Fargo Bank, National Association winning the bid for the 2014B bonds with a TIC of 1.486999%. The bonds were issued in a fixed rate mode with the total par amount of $496.44 million utilized to fund Capital Outlay projects. The net premium of $34.213 million was utilized in Fiscal Year 15 to offset interest payments related to other General Obligation bonds.

On June 30, 2014 the State executed a defeasance of $209.896 to defease certain General Obligation Bonds maturing July 1, 2014 through June 30, 2015, as contained in House Bill 1094 of the 2014 Regular Session. The defeasance was a non-economic defeasance that provided cash flow relief in Fiscal Year 2014-2015.

Fiscal Year 2014-2015 through December 31, 2014

Series Name	Issue Date	Final Maturity Date	Par (millions)	Premium (millions)	Underwriter's Discount	Other Cost of Issuance	Interest Rate
2014C (refunding)	11/25/14	8/1/27	$217.885	$44.185	$254.8	$189,356	5.00%
2014D-1 (new money)	12/04/14	12/1/34	$160.090	$24.040	$792,446	$180,116	3.00% to 5.00%
2014D-2 (new money)	12/04/14	12/1/34	$39.900	$5.991	$197,505	$44,891	3.00% to 5.00%

The Series 2014C were sold in a negotiated sale with J.P. Morgan Securities LLC as Senior Underwriter and Jefferies, First Southwest and Loop Capital Markets as Co-Managers with a TIC of 2.547936%. The Bonds were issued in a fixed rate mode with the par and premium utilized to advance refund Series 2006C in the principal amount of $37.990 million, Series 2009A in the principal amount of $91.460 million and Series 2011A in the principal amount of $99.095 million. The refunding was an economic refunding that provided the State gross savings of $12.095 million and present value savings of $7.9 million.

The Series 2014D-1 and D-2 bonds were sold in a competitive sale on November 20, 2014 with Citigroup Global Markets Inc. winning the bid with a TIC of 3.036036%. The bonds were issued in a fixed rate mode with the total par amount of $199.99 million utilized to reimburse Capital Outlay project expenditures. The net premium of $29.041 million will be utilized in Fiscal Year 16 to offset interest payments related to other General Obligation bonds.

As of December 31, 2014, the State of Louisiana had 16 General Obligation Bond series outstanding, classified as NSTSD, with a total par value of **$2,819,605,000** and outstanding related interest costs of $1,053,456,000. This amount is reduced by annual reimbursements, totaling $36,606, provided to the State by West Calcasieu Airport Authority (Series 1995A and 1997A), to service General Obligation debt. An additional 3 series, the 2006B, 2012D and 2013C Series, are also outstanding General Obligation issues but are not included in the NSTSD calculation as described in the section entitled "Debt Not Considered Net State Tax Supported Debt." All outstanding series are fixed rate, 20 year transactions.

B. REVENUE BONDS

Gasoline and Fuels Tax Revenue Bonds

The State Bond Commission, on behalf of the State of Louisiana and the Department of Transportation and Development, is authorized to issue revenue debt secured by a 20 cents per gallon tax on gasoline and motor fuels and special fuels (diesel, propane, butane and compressed natural gas) pursuant to Article VII, Section 27 of the Louisiana Constitution, as amended, and R.S. 47:802.1 to 47:820.5. Gasoline and fuels tax debt was authorized to be issued up to December 31, 2012; however, refundings are permitted for the purposes of providing funds for any project listed in R.S. 47:820.2(B)(1), the Transportation Infrastructure Model for Economic Development ("TIMED") projects. All TIMED projects are complete except LA 3241 and the Florida Avenue Bridge.

Pursuant to Article VII, Section 27, the 20 cent per gallon gasoline and motor fuels and special fuels tax is required to be deposited in the Transportation Trust Fund established within the State Treasury as a special permanent trust fund and appropriated and dedicated solely and exclusively for the construction and maintenance of roads and bridges of the state and federal highway systems, Statewide Flood-Control Program, or its successors, ports, airports, transit, state police for traffic control purposes and the Parish Transportation Fund. The tax was increased from a 16 cent per gallon tax to a 20 cent per gallon tax pursuant to Act 16 of the 1989 First Extraordinary Session of the Louisiana Legislature. The additional 4 cent per gallon tax became effective January 1, 1990 and will cease at such time as the TIMED projects are complete or all outstanding debt secured by the tax is paid in full, whichever is later.

A total of $2.171 billion of new money Gasoline and Fuels Tax Bonds were issued from 1990 to 2006 for the TIMED projects secured by the gasoline and motor fuels and special fuels tax on a 1st lien basis. A total of $879.32 million of new money bonds were issued from 2008 to 2010 secured by the gasoline and motor fuels and special fuels tax on a 2nd lien basis. The 1st lien is closed and there is no legislative approval for additional 2nd lien bonds, therefore additional TIMED projects are expected to be funded on a pay-as-you-go basis. Refundings are permitted as long as there are savings in every year.

All 1st lien bonds were issued as fixed rate bonds; however, various 2nd lien bonds were issued as variable rate bonds hedged with multiple Interest Rate Swap Agreements to mitigate exposure to variable interest rates with respect to the bonds. The variable rate bonds and Interest Rate Swap Agreements were initially executed on December 21, 2006 with a Forward Bond Purchase Agreement in the amount of $485 million (2nd lien) with Morgan Keegan & Company, Inc. and Citigroup Global Markets, Inc. In connection with the Forward Bond Purchase Agreement, the State Bond Commission entered into Forward Starting Interest Rate Swap Agreements with four counterparties (Morgan Keegan Financial Products, Inc., Merrill Lynch Capital Services, Inc., Citibank N.A., & JPMorgan Chase Bank, N.A.) with an effective date of December 1, 2008.

The bonds were to be issued and delivered on December 1, 2008; however, due to market volatility and credit availability, the issuance was delayed. Four series of bonds totaling $485 million were issued from May to July 2009 and the corresponding Forward Starting Interest Rate Swap Agreements were extended to the effective delivery dates of each bond series. The 2009 bonds have been converted/remarketed/refunded as variable or fixed rate bonds and the various Interest Rate Swap Agreements have been amended/novated/terminated over the years. Swap payments are 2nd lien however any termination payment is considered a 3rd lien. A recap of the TIMED bonds and swap agreements outstanding as of December 31, 2014 is attached as Exhibit 2. In Fiscal Years 2014 and 2015, through December 31, 2014, the State issued Gasoline and Fuels Tax Revenue Bonds as follows:

Fiscal Year 2013-2014

Series Name	Issue Date	Final Maturity Date	Par (millions)	Premium (millions)	Underwriter's Discount	Other Cost of Issuance	Interest Rate
2013C-1 (refunding) (2nd lien)	11/1/13	5/1/43	$60.15	$0.808	$187,360	$144,895	4.00% to 5.00%
2013 C-2 (taxable) (refunding) (2nd lien)	11/1/13	5/1/23	$14.94	$0.005	$46,417	$35,940	0.984% to 4.026%
2014A (refunding) (2nd lien)	5/1/14	5/1/43	$121.25	n/a	$224,502	$268,240	70% 1 month LIBOR + 0.47%

The Series 2013 C-1 and C-2 bonds were sold in a negotiated sale with Goldman, Sachs & Co. as Senior Underwriter with a TIC of 6.573025%. The bonds were issued in a fixed rate mode with the par and premium utilized to currently refund Taxable Gasoline and Fuels Tax Second Lien Revenue Bonds (Build America Bonds), Series 2009A-4 in the principal amount of $60.625 million and terminate Interest Rate Swap Agreements with Wells Fargo Bank, N.A. in the amount of $14.896 million. The 2009A-4 refunded bonds were variable rate bonds bearing interest at 1 month LIBOR plus 2.5% with a mandatory redemption on November 1, 2013 and hedged with two floating to fixed rate swap agreements. The State paid fixed rates of 3.842% and 3.85% and Wells Fargo Bank N.A. paid a variable rate of 70% of 1 month LIBOR in relation to the Interest Rate Swap Agreements. The refunding was a non-economic refunding; however, it was required due to the mandatory redemption on November 1, 2013.

The 2014A bonds were sold in a negotiated sale with Raymond James & Associates, Inc. as Senior Underwriter and RBC Capital Markets, LLC and Jefferies LLC as Co-Managers with a TIC of 4.6367834%. The bonds were issued in a variable rate mode to currently refund Gasoline and Fuels Tax Second Lien Revenue Bonds (Build America Bonds), Series 2009A-3 in the principal amount of $121.25 million. The 2014A bonds have a mandatory redemption date of May 1, 2018 and are callable on November 1, 2017. The associated swaps with The Bank of New York Mellon terminate on May 1, 2022 and the details of the existing swaps are included in Exhibit 2.

The 2009A-3 refunded bonds were variable rate bonds bearing interest at 1 month LIBOR plus 2.5% with a 3% interest rate floor, had a mandatory redemption on May 1, 2014 and were hedged with two floating to fixed rate swap agreements. The swaps were amended to continue to provide a hedge to the exposure of variable interest rates with respect to the 2014A bonds. The refunding was an economic refunding that provided the State with an estimated gross savings of $12.8 million (based upon certain assumptions related to the variable interest rates and swaps) through the swap termination date on May 1, 2022; however, it was also required due to the mandatory redemption on May 1, 2014.

Fiscal Year 2014-2015 through December 31, 2014

Series Name	Issue Date	Final Maturity Date	Par (millions)	Premium (millions)	Underwriter's Discount	Other Cost of Issuance	Interest Rate
2014B (refunding) (1st lien)	8/20/14	5/1/39	$239.91	$29.357	$350,215	$257,668	4.00% to 5.00%

The 2014B bonds were sold in a negotiated sale with Morgan Stanley & Co. LLC as Senior Underwriter and Goldman, Sachs & Co. and Loop Capital Markets LLC as Co-Managers with a TIC of 3.934182%. The bonds were issued in a fixed rate mode with the par and premium utilized to advance refund Series 2005A and 2006A bonds in the principal amounts of $495,000 and $248.815 million, respectively. The refunding was an economic refunding that provided the State with gross savings of $24.4 million and present value savings of $15.7 million.

As of December 31, 2014, the State of Louisiana had 11 Gasoline and Fuels Tax Revenue Bond issues outstanding with a total par value of **$2,698,445,000** and outstanding related interest costs of $2,515,404,000.

Subsequent Events - Fiscal Year 2014-2015

Series Name	Issue Date	Final Maturity Date	Par (millions)	Premium (millions)	Underwriter's Discount	Other Est Cost of Issuance	Interest Rate
2015A (refunding) (1st lien)	2/19/15	5/1/41	$584.985	$58.083	$687,930	$427,778	4.00% to 5.00%
2015B (refunding) (2nd lien)	2/19/15	5/1/26	39.81	$9.65	$46,816	$29,112	5.00%

The 2015A and 2015B bonds were sold in a negotiated sale with Citigroup Global Markets, Inc as Senior Underwriter and Bank of America/Merrill Lynch, Loop Capital Markets LLC, and Raymond James and Associates, Inc. as Co-Managers with a TIC of 3.669690%. The bonds were issued in a fixed rate mode with the par and premium utilized to advance refund Series 2006A (1st lien) and 2010B (2nd lien) bonds in the principal amounts of $608.12 million and $41.86 million, respectively. The refunding was an economic refunding that provided the State with gross savings of $109.073 million and present value savings of $70.117 million.

State Highway Improvement Revenue Bonds

Pursuant to Article VII, Section 6 and 9(A)(6) and R.S. 48:196.1, the State Bond Commission, on behalf of the State of Louisiana and the Department of Transportation and Development, is authorized to issue revenue debt secured by registration and license fees or taxes for trucks, tandem trucks, truck-tractors, semitrailers and trailers pursuant to R.S. 47:462, except those collected within the parishes of Orleans, Jefferson, St. Charles, St. John the Baptist, Tangipahoa and St. Tammany. The bonds are authorized to be issued to provide funds for the construction of certain roads which are a part of the State Highway System but not part of the Federal Highway System, therefore not eligible for federal highway funding assistance, and which are included in the priority listing pursuant to the State of Louisiana Highway Priority Program provided for in R.S. 48:228-233.

The pledged registration and license fees or taxes are first deposited into a special fund outside of the State Treasury, but maintained by the State Treasury, for the payment of State Highway Improvement Bond debt service. Remaining funds are then transferred to the Bond Security and Redemption Fund and then on to the State Highway Improvement Fund for use by the Department of Transportation and Development for the purposes listed above. Only two series of bonds have been issued and the State does not anticipate any additional bonds to be issued secured by the same source of revenues, other than economic refundings. In Fiscal Year 2014, the State issued fixed rate State Highway Improvement Revenue Bonds as follows:

Fiscal Year 2013-2014 & 2014-2015 through December 31, 2014

Series Name	Issue Date	Final Maturity Date	Par (millions)	Premium (millions)	Underwriter's Discount	Other Cost of Issuance	Interest Rate
2014A	2/27/14	6/15/34	$198.135	$27.248	$378,136	$400,690	2.00% to 5.00%

The Series 2014A bonds were sold in a negotiated sale with Citigroup Global Markets, Inc. as Senior Underwriter and Morgan Stanley & Co. LLC, Raymond James & Associates, Inc., Loop Capital Markets LLC, and Stephens Inc. as Co-Managers with a TIC of 3.609729%. The bonds were issued in a fixed rate mode with the par and premium utilized to fund the authorized projects.

As of December 31, 2014, the outstanding par value of the State Highway Improvement Revenue Bonds was **$281,585,000** with outstanding related interest costs of $161,594,000.

Unclaimed Property Special Revenue Bonds

Pursuant to R.S. 9:165 and 9:165.1, the State Bond Commission, on behalf of the State of Louisiana and the Department of Transportation and Development, is authorized to issue revenue debt secured by the Unclaimed Property Leverage Fund created and established pursuant to R.S. 165(C)(1), subject to appropriation by the legislature, for the purpose of providing federal match funds to be used by the Department of Transportation and Development for the construction of I-49 North from Interstate 220 in the City of Shreveport to the Louisiana/Arkansas border ("I-49 North Project") and I-49 South from Interstate 10 in the City of Lafayette to the Westbank Expressway in the City of New Orleans ("I-49 South Project").

Revenues from the collection of abandoned and unclaimed property ("Unclaimed Property Revenues") are initially deposited into an Escrow Fund with the State's Central Depository then to the Bond Security and Redemption Fund from which the State Treasurer, as administrator, shall (1) retain at least $500,000 for the payment of unclaimed property claims, (2) deduct an amount equal to the costs incurred for authorized external auditing, and (3) deduct an amount not to exceed 7% of the total gross collections of unclaimed property during any fiscal year for the remaining costs of administering the Uniform Unclaimed Property Act.

After the payment of unclaimed property claims, audit and administrative fees, $15 million of abandoned and unclaimed property is required to be deposited in the Unclaimed Property Leverage Fund of which $7.5 million is deposited in the I-49 North account and $7.5 million in the I-49 South account, which is used first by the State Bond Commission for the payment of debt service for the respective series of bonds (I-49 North and I-49 South), then to the Department of Transportation and Development for the purposes of funding the I-49 North and I-49 South projects, both of which are subject to appropriation by the legislature. Only two series of bonds have been issued with a subsequent issuance of approximately $65 million expected to occur in Fiscal Year 2015 for the I-49 South Project to fully leverage the $7.5 million in the Unclaimed Property Leverage Fund I-49 South Account. The Unclaimed Property Leverage Fund I-49 North Account was fully leveraged with the issuance of the first series. In Fiscal Year 2014, the State issued fixed rate Unclaimed Property Special Revenue Bonds as follows:

Fiscal Year 2013-2014 & 2014-2015 through December 31, 2014

Series Name	Issue Date	Final Maturity Date	Par (millions)	Premium (millions)	Underwriter's Discount	Other Cost of Issuance	Interest Rate
2013 (I-49 North Project)	12/23/13	9/1/33	$90.595	$8.417	$170,253	$157,376	3.00% to 5.00%
2013 (I-49 South Project)	12/23/13	9/1/33	$21.080	$1.332	$39,703	$36,619	2.00% to 5.00%

The Series 2013A and B bonds were sold in a negotiated sale with J.P. Morgan Securities LLC as Senior Underwriter and Morgan Stanley & Co. LLC, Stephens Inc., and Drexel Hamilton, LLC as Co-Managers with a TIC of 4.001582%. The bonds were issued in fixed rate modes with the par and premium utilized to fund the authorized projects, capitalized interest and a debt service reserve fund.

The bonds were structured to fund Capitalized Interest Accounts in the amount of $3.057 million for the I-49 North Project and $0.634 million for the I-49 South Project. Since the State Bond Commission's budget did not contain an appropriation to pay debt service in Fiscal Year 2013 and deposits to the Unclaimed Property Leverage Fund do not occur until January 15th of each year, interest was capitalized for the March 1, 2014 and September 1, 2014 debt service payments to provide sufficient time to obtain an appropriation and allow funds to be deposited into the Unclaimed Property Leverage Fund in Fiscal Year 2015.

The bonds were also structured to fund Debt Service Reserve Accounts in the amount of $7.49 million for the I-49 North Project and $1.696 million for the I-49 South Project. In the event there are insufficient funds in the Unclaimed Property Leverage Fund for the payment of debt service, the Trustee will make up the shortfall from the Debt Service Reserve Accounts. Pursuant to Cooperative Endeavor Agreements among the State, acting by and through the Division of Administration, State Bond Commission and Department of Transportation and Development, the State has agreed, subject to appropriation by the legislature, to replenish the Debt Service Reserve Accounts, in the event funds on deposit in the Debt Service Reserve Accounts are used to pay such debt service.

As of December 31, 2014, the outstanding par value of the Unclaimed Property Special Revenue Bonds was **$111,675,000** with outstanding related interest costs of $62,756,000.

APPROPRIATION DEPENDENT DEBT

The underlying security for appropriation dependent issues are payments under agreements with the State which are subject to, and dependent upon, annual appropriation of funds by the Legislature of the State to the participating entities necessary to enable the entities to make payments for debt service on the bonds. Under the provisions of R.S. 39:1367, et seq and the rules of the State Bond Commission, the bonds are considered a component of Net State Tax Supported Debt. In Fiscal Years 2014 and 2015, through December 31, 2014, Appropriation Dependent debt was issued as follows:

Fiscal Year 2013-2014

Series Name	Issue Date	Final Maturity Date	Par (millions)	Premium (millions)	Underwriter's Discount	Other Cost of Issuance	Interest Rate
LTA (LA 1 Project) 2013A (refunding)	11/14/13	8/15/43	$51.53	$1.747	$124,978	$352,395	2.00% to 5.00%
LTA (LA 1 Project) TIFIA 2013B (refunding)	11/6/13	8/15/46	$78.00	n/a	n/a	$599,143	1.89%
LTA (LA 1 Project) TIFIA 2013C (refunding)	11/6/13	8/15/32	$44.00	n/a	n/a	$337,978	3.46%

The Louisiana Transportation Authority (LTA) issued a total of $173.53 million of bonds for the benefit of the LA 1 Project in a fixed rate mode to restructure all outstanding debt consisting of the following:

(1) Senior Lien Toll Revenue Bonds, Series 2005A in the principal amount of $76.3 million with interest rates ranging from 3.625% to 4.500% and a final maturity of December 1, 2030.
(2) Senior Lien Toll Revenue Capital Appreciation Bonds, Series 2005B in the principal amount of $16.313 million with interest rates ranging from 5.170% to 5.340% and a final maturity of December 1, 2028.
(3) Senior Lien Toll Revenue Bonds, Series 2005, Transportation Infrastructure Finance and Innovation Act ("TIFIA") Loan No. 2005-1002 in the principal amount of $77.898 million with an interest rate of 4.45% and a final maturity of December 1, 2040.

The 2005 bonds were secured by toll revenues on a 1st lien basis for 2005A and 2005B and on a 2nd lien basis for the TIFIA loan. Due to insufficient toll revenues, the non-economic restructuring and extension of maturity was completed. The 2013 bonds are all secured by annual appropriations of the State and toll revenues, which will be used to pay back the State for the annual appropriation of the debt service. To the extent tolls are collected in excess of debt service, the TIFIA loans will be retired prior to maturity in inverse order.

The 2013A bonds were sold in a negotiated sale with Citigroup Global Markets, Inc. as Senior Underwriter and A.G. Edwards & Sons, Inc., Dorsey & Company, Inc., and Siebert Brandford Shank & Co., LLC as Co-Managers while the 2013B and 2013C bonds were a private placement with TIFIA. Total sources included $173.53 million par, $1.747 premium, $3.085 million funds on hand to pay accrued interest, $4.111 million Debt Service Reserve Funds, $1.481 million additional funds on hand, and $771,727 funds on hand to prepay 2/15/14 interest. Sources were utilized to refund the 2005 bonds, prepay interest, and pay cost of issuance.

Fiscal Year 2014-2015 through December 31, 2014

Series Name	Issue Date	Final Maturity Date	Par (millions)	Premium (millions)	Underwriter's Discount	Other Cost of Issuance	Interest Rate
LPFA (Hurricane Recovery Program) 2014 (refunding)	8/12/14	6/1/27	$162.085	$28.641	$485,687	$642,511	2.75% to 5.00%
IDB/NO (NO Fed Alliance Project) 2014 (refunding)	8/19/14	8/15/28	$18.630	$0.764	$115,500	$211,780	2.00% to 5.00%
LPFA (UNO Research & Technology Fndtn, Inc. - Student Housing Project) 2014 (refunding)	8/28/14	9/1/31	$36.000	$2.974	$243,000	$541,966	3.00% to 5.00%

The Louisiana Public Facilities Authority (LPFA) 2014 bonds were sold for the benefit of the Hurricane Recovery Program in a negotiated sale with Raymond James & Associates, Inc. as Senior Underwriter and Bank of America/Merrill Lynch, Crews and Associates, Inc., Dorsey & Company Inc., and Wells Fargo Securities as Co-Managers. The bonds were issued in a fixed rate mode to advance refund LPFA (Hurricane Recovery Program) Series 2007 in the principal amount of $162.085 million. The refunding was an economic refunding that provided the State with gross savings of $9.58 million and net present value savings of $8.2 million.

The Industrial Development Board of the City of New Orleans (IDB/NO) 2014 bonds were sold for the benefit of the New Orleans Federal Alliance Project in a negotiated sale with Raymond James & Associates, Inc. as Senior Underwriter. The bonds were issued in a fixed rate mode to advance refund the Issuer's Series 2008A bonds in the principal amount of $15.995 million. The refunding was an economic refunding that provided the State with gross savings of $2.1 million and net present value savings of $1.7 million.

The LPFA 2014 bonds were sold for the benefit of the University of New Orleans Research and Technology Foundation, Inc. - Student Housing Project in a negotiated sale with Raymond James & Associates, Inc. as Senior Underwriter. The bonds were issued in a fixed rate mode to advance refund the Series 2006 bonds in the principal amount of $36.955 million. Total sources included $36 million par, $3.1 million in transfers from the Debt Service Reserve Fund and $2.974 million premium. Sources were used to refund the 2006 bonds, fund the premium for the Debt Service Reserve Insurance Policy and a Surety Bond, and pay costs of issuance. The refunding was an economic refunding that provided the State with gross savings of $5.3 million and net present value savings of $3.9 million.

As of December 31, 2014 the State of Louisiana had 28 Appropriation Dependent issues outstanding with a total par value of **$1,025,806,000** and outstanding related interest costs of $407,942,000. An additional series issued by LCDA in 2014 for the benefit of LCTCS Act 360 projects is also outstanding but is not included in the NSTSD calculation as described in the section entitled "Debt Not Considered Net State Tax Supported Debt."

D. SELF-SUPPORTING DEBT

The underlying security for self-supporting issues are payments from tolls and other revenues derived by the entity and in the case of the Greater New Orleans Expressway Commission, supplemented by certain funds dedicated from vehicular license taxes collected and credited to State Highway Fund No. 2 in the State Treasury. Under the provisions of R.S. 39:1367, et seq and the rules of the State Bond Commission, the bonds are considered a component of Net State Tax Supported Debt.

In Fiscal Year 2013-2014, Self-Supporting debt was issued as follows:

Fiscal Year 2013-2014

Series Name	Issue Date	Final Maturity Date	Par (millions)	Premium (millions)	Underwriter's Discount	Other Cost of Issuance	Interest Rate
GNO Expressway 2013 (refunding)	9/17/13	11/1/20	$25.545	$1.308	$273,655	$386,556	3.00% to 5.00%
GNO Expressway 2014 (refunding)	6/19/14	11/1/33	$17.540	n/a	$148,745	$159,459	2.625% to 4.000%

The Greater New Orleans Expressway Commission 2013 bonds were sold in a negotiated sale with Raymond James & Associates, Inc. as Senior Underwriter and Sisung Securities Corporation as Co-Manager. The bonds were issued in a fixed rate mode with the par and premium utilized to currently refund a portion of the Series 2003 bonds in the principal amount of $25.575 million. The refunding was an economic refunding that provided the State with gross savings of $1.515 million and net present value savings of $1.169 million.

The Greater New Orleans Expressway Commission 2014 bonds were sold in a competitive sale with Fidelity Capital Markets the winning bid. The bonds were issued in a fixed rate mode with the par utilized to currently refund the remaining maturities of the Series 2003 bonds in the principal amount of $17.16 million. The refunding was an economic refunding that provided the State with gross savings of $3.63 million and net present value savings of $2.66 million.

As of December 31, 2014, the State of Louisiana had 5 Self-Supporting issues outstanding with a total par value of **$46,900,000** and outstanding related interest costs of $18,965,000.

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DEBT NOT CONSIDERED NET STATE TAX SUPPORTED DEBT

A. General Obligation Bonds

On July 12, 2006, in response to the need to assist local political subdivisions as the result of Hurricanes Katrina and Rita, the State Bond Commission, on behalf of the State of Louisiana, issued General Obligation Gulf Tax Credit Bonds, Series 2006A and General Obligation Match Bonds, Series 2006B in the amounts of $200 million and $194.475 million, respectively, for the purpose of providing loans to assist in the payment of debt service on certain bonds, notes, certificates of indebtedness or other written obligations of local political subdivisions of the State and to pay debt service on general obligation bonds of the State, under a debt payment assistance program authorized by the Gulf Opportunity Zone Act of 2005 and by Act 41 of the 2006 First Extraordinary Session of the Legislature. The Series 2006A Bonds were issued as tax credit bonds with a two-year maturity and the Series 2006B Bonds were issued as match bonds with a 20 year maturity.

The Series 2006A Bonds were refunded with proceeds of General Obligation Refunding Bonds, Series 2008A on July 17, 2008. The Series 2008A Bonds were issued in conjunction with a Forward Bond Purchase Agreement, which committed several underwriters to purchase the Series 2008A Bonds no later than July 17, 2008. Concurrent with the execution of the forward bond purchase agreement, a floating to fixed swap agreement was entered into in order to mitigate future interest rate exposure for the Series 2008A Bonds.

At the June 15 and July 13, 2006 meetings, the State Bond Commission authorized the execution of a Forward Purchase Delivery Contract with Morgan Keegan & Company (Senior Managing Underwriter) and Goldman, Sachs & Co. (Co-Senior Manager) to set the terms and obligations for the issuance of $200 million variable rate General Obligation Refunding Bonds, Series 2008A to provide funds to refund the General Obligation Tax Credit Bonds, Series 2006A on July 17, 2008.

On June 1, 2011 all but one outstanding maturity of the Series 2008-A Refunding Bonds were refunded with the issuance of General Obligation Refunding Bonds Series 2011-B (LIBOR Index) in the principal amount of $177.13 million maturing on July 15, 2014. On June 27, 2012, the State issued $144.575 million General Obligation Refunding Bonds, Series 2012D to currently refund General Obligation Match Bonds, Series 2006B in the principal amount of $120.215 million. On May 30, 2013, the State issued General Obligation Refunding Bonds, Series 2013C to currently refund General Obligation Refunding Bonds, Series 2011B (LIBOR Index) in the principal amount of $168.77 million and terminate interest rate swap agreements with Goldman Sachs Capital Markets, L.P. and Morgan Keegan Financial Products, Inc. (the "Swap Providers") in the amount of $5.703 million and $13.21 million, respectively. The bonds were issued in a fixed rate mode and the refunding provide the State with an estimated gross savings of $18.618 million and net present value savings of $15.718 million (based upon certain assumptions related to the variable interest rates and swaps); however it was also required due to the final maturity on July 15, 2014.

Pursuant to R.S. 39:1367(E)(2)(b)(iii), any bonds or refunding bonds issued pursuant to Act 41 of the 2006 First Extraordinary Session are not considered Net State Tax Supported Debt for state law purposes, however, these issues continue to be considered a component of the Net State Tax Supported Debt by all three major rating agencies.

As of December 31, 2014, the outstanding par values of the Series 2006B, 2012D and 2013C bonds are **$17,760,000, $144,575,000** and **$140,375,000,** respectively. The outstanding related interest costs on the Series 2006B, 2012D and 2013C bonds are $1,206,000, $10,066,000 and $49,081,000, respectively.

B. **Appropriation Dependent Debt**

In the 2013 Regular Legislative Session Act No. 360 was enacted amending and reenacting R.S. 17:3394.3(A) R.S. 17:3394.3(C) and R.S. 39:1367(E)(2)(b)(v), relative to the issuance of bonds for the financing of capital improvements and enhancements to certain facilities and properties of colleges within the Louisiana Community and Technical Colleges System; to list the projects to be financed; to require private match funds for such projects; to provide that no state funds shall be appropriated for such bonds or projects until July 1, 2015; to provide that such bonds shall not be included in the definition of net state tax supported debt; to provide for an effective date; and to provide for related matters.

On July 17, 2014, the Louisiana Local Government Environmental Facilities and Community Development Authority (LCDA) received approval from the State Bond Commission to issue not exceeding $300,000,000 Revenue Bonds, in one or more series, for the purpose of (1) paying a portion of the costs of financing the development, acquisition, purchase, renovation, improvement or expansion of certain public facilities of the LCTCS, including all furnishings, fixtures and facilities for various community and technical college campuses; (2) paying capitalized interest on the bonds; and (3) paying costs of issuance of the bonds. The LCDA issued the first series of bonds on December 18, 2014 in the par amount of $128,330,000.

Pursuant to R.S. 39:1367(E)(2)(b)(v), any bond, note, or other evidence of indebtedness issued for the purpose of financing the projects set forth in Act 360 of the 2013 Regular Session (R.S. 17:3394.3(C)) or any bonds issued to refund such bonds, notes, or evidence of indebtedness, are not considered Net State Tax Supported Debt for state law purposes, however, these issues continue to be considered a component of the Net State Tax Supported Debt by all three major rating agencies.

As of December 31, 2014, the outstanding par value of the Series 2014 is **$128,330,000**. The outstanding related interest cost on the Series 2014 is $136,666,311.

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DECEMBER 31, 2014 STATUS PROJECTED FORWARD THROUGH FISCAL YEAR 2030-2031

As of **December 31, 2014**, the total **par** amount of NSTSD outstanding was **$6,986,841,000** with associated interest and other costs estimated at $4,220,116,963, providing a total outstanding debt cost through Fiscal Year 2047-2048 of $11,206,921,000. At par, the NSTSD per capita debt ratio as of December 31, 2014, based on July 1, 2014 population estimate of 4,649,676 was **$1,503**, **an increase of $107 per person over last year's per capita debt ratio of $1,396.**

The per capita increase was attributed to the $696.43 million of new General Obligations Bonds and $198.135 million of State Highway Improvement Bonds issued in calendar year 2014.

The State Bond Commission is prohibited from approving the issuance of NSTSD if the debt service required by such debt issuance would exceed 6% in each fiscal year of Taxes, Licenses and Fees as estimated by the Revenue Estimating Conference. In order to determine the par amount that can be issued in any one fiscal year and remain within the debt limitation, certain assumptions (see "NSTSD PROJECTION MODEL ASSUMPTIONS") are made as to interest rate and future issuance in the NSTSD - Projection Model (the "Projection Model"). The Projection Model is revised each year to allow for changes in interest rate assumptions, actual debt issued, and future revenue estimates of the Revenue Estimating Conference. The current report contains three separate scenarios, represented by Tables 1, 2, and 3, run under the Projection Model.

Pursuant to R.S. 39:1367(E)(2)(b)(iii) and R.S. 39:1367(E)(2)(b)(v), the Projection Model scenarios do not include debt service requirements associated with the State of Louisiana General Obligation Bonds Series 2006B, Series 2012D, and Series 2013C and LCDA (LCTCS Act 360 Project) Revenue Bonds, Series 2014. However, it should be noted that these issues are included in Net State Tax Supported Debt ratios as calculated by the rating agencies.

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NSTSD PROJECTION MODEL ASSUMPTIONS

The NSTSD projection model uses the following assumptions to make the mandated statutory calculations. Any changes in a variable will result in a change to the results.

Revenues: The revenue base for Fiscal Years 2014-2015 through 2018-2019 is the Revenue Estimating Conference Forecast of November 14, 2014. Revenue forecast beyond the REC forecast, beginning in Fiscal Year 2020, incorporates a 2% growth factor.

General Obligation Bonds: In the Spring of Fiscal Year 2014-2015, it is projected the State will issue approximately $240,000,000 in General Obligation Bonds, with a 20 year maturity, level debt structure and an average coupon of 5.00%. Future General Obligation issues assume additional spring issuances with 20 year maturities, level debt structure and at an average coupon of 5.50%.

Gasoline and Fuels Tax Bonds: Existing debt service takes into account the Series 2015A and 2015B refunding. Further, 2013B-1, B-2 and 2014A are projected as follows:

2013B-1	Actual debt service and swap payments through December 31, 2014, projected level debt service with a forecasted interest rate based on a blended swap rate plus spread over index equal to 4.169%, 30 year maturity.
2013B-2	Actual debt service and swap payments through December 31, 2014, projected level debt service with a forecasted interest rate based on a blended swap rate plus spread over index equal to 4.244%, 30 year maturity.
2014A	Actual debt service and swap payments through December 31, 2014, assumes interest rate of 4.395% through 2022 (blended swap rate plus 0.47% spread over index) and interest rate of 5.03% thereafter through final maturity (projected 2022 refunding and a swap termination payment in the amount of $1,800,000 based on 20-year historic swap market data).

Unclaimed Property Special Revenue Bonds: Actuals do not include capitalized interest payments of $2,218,675 and $460,509 paid on September 1, 2014 from the capitalized interest account funded with bond proceeds for Series 2013N and 2013S, respectively.

Approximately $74,040,000 Unclaimed Property Special Revenue Bonds are projected to be issued in Fiscal Year 2015-2016 (July 2015) with an average coupon of 5.25%. The issuance reflects leveraging the entire $7.5 million allocated to the I-49 South project.

Appropriation Dependent: Louisiana Correctional Facilities Corporation (Prison Enterprises Project) Revenue Bonds were issued on March 9, 2015 in a draw down structure at not exceeding $3,800,000, an interest rate of 2.88%, and a final maturity of February 1, 2030. No payments are expected to occur in Fiscal Year 2015. Final debt service figures will be provided upon conclusion of the draw period which is expected to occur by February 1, 2016.

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TABLE 1
Actual Existing Debt

Fiscal Year Ending	Current Debt Service	Revenue Projections	Excess Capacity	Current Percentage	Allowable Percentage
6/30	(in thousands)	(in thousands)	(in thousands)		
	As of 12/31/14	As of 11/14/14	As of 12/31/14	As of 12/31/14	
2015	407,280	10,523,400	224,124	3.87%	6.00%
2016	617,888	10,759,300	27,670	5.74%	6.00%
2017	598,668	11,052,900	64,506	5.42%	6.00%
2018	581,066	11,361,600	100,630	5.11%	6.00%
2019	565,131	11,704,400	137,133	4.83%	6.00%
2020	548,081	11,938,488	168,229	4.59%	6.00%
2021	534,912	12,177,258	195,723	4.39%	6.00%
2022	522,628	12,420,803	222,620	4.21%	6.00%
2023	509,908	12,669,219	250,245	4.02%	6.00%
2024	495,504	12,922,603	279,852	3.83%	6.00%
2025	481,135	13,181,055	309,728	3.65%	6.00%
2026	458,040	13,444,677	348,640	3.41%	6.00%
2027	421,235	13,713,570	401,579	3.07%	6.00%
2028	388,353	13,987,841	450,918	2.78%	6.00%
2029	383,696	14,267,598	472,360	2.69%	6.00%
2030	352,836	14,552,950	520,341	2.42%	6.00%
2031	355,973	14,844,009	534,667	2.40%	6.00%
2032	337,428	15,140,889	571,025	2.23%	6.00%
2033	317,064	15,443,707	609,558	2.05%	6.00%
2034	286,880	15,752,581	658,275	1.82%	6.00%

Table 1 reflects actual existing debt service requirements for future years as of December 31, 2014 and the current percentage levels assuming no further debt issues as compared to the percentages allowable in R.S. 39:1367A(1)(k) through the 2030-2034 Fiscal Year. The difference between the last two columns of the table shows a current snapshot of borrowing margin available; it does not represent "actual" margin, as it does not include future debt issues that are planned or committed to be sold.

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TABLE 2
Actual Existing Debt and Future Capital Outlay Act Authorization

Fiscal Year Ending	Projected Debt Service	Revenue Projections	Excess Capacity	Current Percentage	Allowable Percentage
6/30	**(in thousands)**	**(in thousands)**	**(in thousands)**		
	As of 12/31/14	**As of 11/14/14**	**As of 12/31/14**	**As of 12/31/14**	
2015	407,280	10,523,400	224,124	3.87%	6.00%
2016	639,417	10,759,300	6,141	5.94%	6.00%
2017	653,180	11,052,900	9,994	5.91%	6.00%
2018	664,784	11,361,600	16,912	5.85%	6.00%
2019	678,061	11,704,400	24,203	5.79%	6.00%
2020	690,235	11,938,488	26,075	5.78%	6.00%
2021	706,277	12,177,258	24,359	5.80%	6.00%
2022	723,202	12,420,803	22,046	5.82%	6.00%
2023	739,690	12,669,219	20,464	5.84%	6.00%
2024	754,493	12,922,603	20,863	5.84%	6.00%
2025	769,335	13,181,055	21,528	5.84%	6.00%
2026	775,447	13,444,677	31,234	5.77%	6.00%
2027	767,853	13,713,570	54,961	5.60%	6.00%
2028	764,181	13,987,841	75,089	5.46%	6.00%
2029	759,520	14,267,598	96,536	5.32%	6.00%
2030	728,666	14,552,950	144,511	5.01%	6.00%
2031	731,473	14,844,009	159,168	4.93%	6.00%
2032	712,924	15,140,889	195,529	4.71%	6.00%
2033	692,558	15,443,707	234,065	4.48%	6.00%
2034	662,386	15,752,581	282,769	4.20%	6.00%

Table 2 illustrates the impact of the existing debt, as reflected in Table 1, as well as the State issuing the following:

(1) $3,800,000 Louisiana Correctional Facilities Corporation (Prison Enterprises Project) in Fiscal Year 2014-2015;
(2) $74,040,000 Unclaimed Property Special Revenue Bonds in Fiscal Year 2015-2016 (July 2015);
(3) $240,000,000 General Obligation Bonds in Fiscal Year 2014-2015 (Spring 2015);
(4) $350,000,000 General Obligation Bonds in Fiscal Year 2015-2016 and every year thereafter through Fiscal Year 2026-2027 to reflect the annual incremental Capital Outlay Act authorization on a trailing three year basis.

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TABLE 3
Actual Existing, Future Capital Outlay Act Authorization and Past Annual Capital Outlay Authorizations

Fiscal Year Ending	Projected Debt Service	Revenue Projections	Excess Capacity	Current Percentage	Allowable Percentage
6/30	(in thousands)	(in thousands)	(in thousands)		
	As of 12/31/14	As of 11/14/14	As of 12/31/14	As of 12/31/14	
2015	407,280	10,523,400	224,124	3.87%	6.00%
2016	639,417	10,759,300	6,141	5.94%	6.00%
2017	669,872	11,052,900	(6,698)	6.06%	6.00%
2018	698,166	11,361,600	(16,470)	6.14%	6.00%
2019	728,131	11,704,400	(25,867)	6.22%	6.00%
2020	756,997	11,938,488	(40,688)	6.34%	6.00%
2021	789,729	12,177,258	(59,094)	6.49%	6.00%
2022	806,653	12,420,803	(61,405)	6.49%	6.00%
2023	823,142	12,669,219	(62,989)	6.50%	6.00%
2024	837,947	12,922,603	(62,591)	6.48%	6.00%
2025	852,789	13,181,055	(61,926)	6.47%	6.00%
2026	858,903	13,444,677	(52,222)	6.39%	6.00%
2027	851,308	13,713,570	(28,494)	6.21%	6.00%
2028	847,633	13,987,841	(8,363)	6.06%	6.00%
2029	842,975	14,267,598	13,081	5.91%	6.00%
2030	812,121	14,552,950	61,056	5.58%	6.00%
2031	814,924	14,844,009	75,717	5.49%	6.00%
2032	796,377	15,140,889	112,076	5.26%	6.00%
2033	776,011	15,443,707	150,611	5.02%	6.00%
2034	745,839	15,752,581	199,316	4.73%	6.00%

Table 3 illustrates the impact of the existing debt, as reflected in Table 1, as well as the State issuing the following:

(1) $3,800,000 Louisiana Correctional Facilities Corporation (Prison Enterprises Project) in Fiscal Year 2014-2015;
(2) $74,040,000 Unclaimed Property Special Revenue Bonds in Fiscal Year 2015-2016 (July 2015);
(3) $240,000,000 General Obligation Bonds in Fiscal Year 2014-2015 (Spring 2015);
(4) $350,000,000 General Obligation Bonds in Fiscal Year 2015-2016 and every year thereafter through Fiscal Year 2026-2027 to reflect the annual incremental Capital Outlay Act authorization on a trailing three year basis.
(5) $200,000,000 in Fiscal Year 2015-2016 through Fiscal Year 2019-2020 to fund capital outlay disbursements of $1,000,000,000 related to the $1,405,045,000 Line of Credit Authorizations remaining in Fiscal Year 2015.

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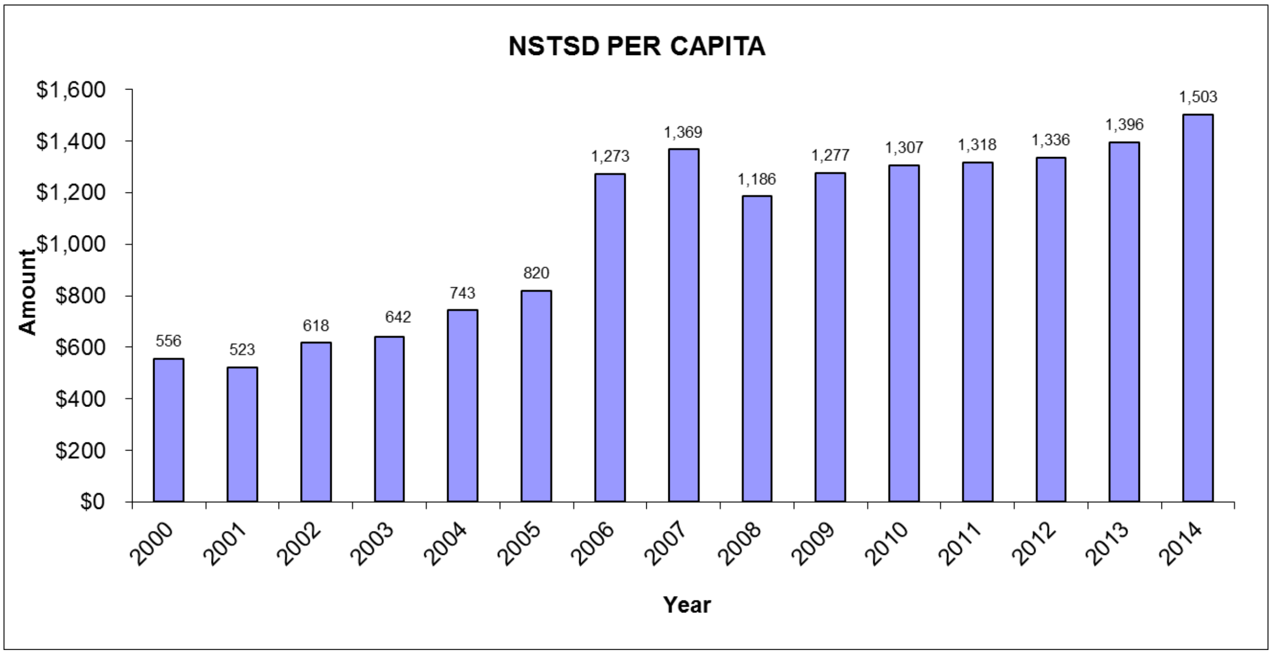
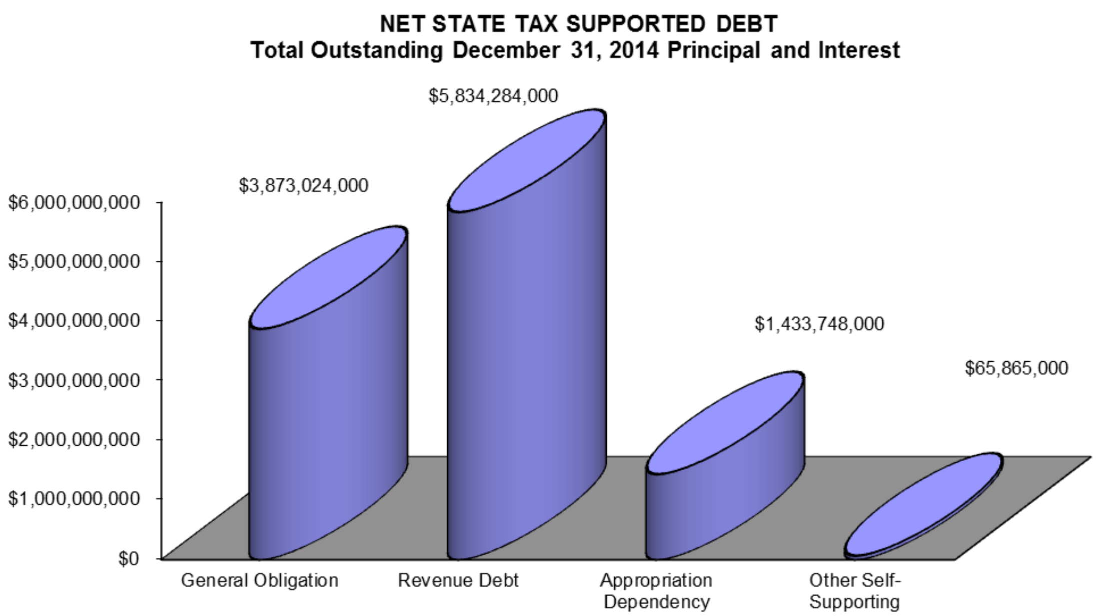
STATE CREDIT RATING AND DEBT

In April 2010, Fitch and Moody's recalibrated their ratings and adjusted the State's General Obligation Bond rating from AA- to AA and from A1 to Aa2, respectively, both with stable outlooks. In May 2011, S&P raised its rating from AA- to AA with a stable outlook. In February 2015, Moody's and S&P changed the State's outlook from stable to negative. The State's currently outstanding ratings for its General Obligation Bonds are: Moody's: Aa2/negative; S&P: AA/negative; and Fitch: AA/stable.

NSTSD PER CAPITA FROM 2000 THROUGH 2014





ADDITIONAL DEBT LIMITATIONS IMPOSED BY STATUTE

In addition to the debt limitations contained in Article VII, Section 6(F) of the Constitution and R.S. 39:1367, et. seq., which is the basis for this report, two additional statutory debt limitations, contained in La. R.S. 39:1365(25) and La. R.S. 39:1402(D), exist. The results of those limitations are reflected below.

A. DEBT LIMITATION IMPOSED BY R.S. 39:1365(25)

The legislature shall not authorize any general obligation bonds or other general obligations secured by the full faith and credit of the State if the total principal amount of such debt outstanding plus the amount of such debt authorized by the legislature but unissued exceeds two times the average annual revenues of the Bond Security and Redemption Fund for the last three fiscal years completed prior to such authorization.

General Obligation (Principal) Issued as of December 31, 2014[(1)]	$ 3,122,315,000
General Obligation Debt Authorized but Unissued as of December 31, 2014	$ 1,405,045,000
Total General Obligation Debt Issued plus Authorized but Unissued	$ 4,527,360,000
Bond Security and Redemption Fund Average Collections Last 3 Years Times 2	$24,257,081,333

Fiscal Year	2013-14	$12,796,029,000
Fiscal Year	2012-13	$12,051,800,000
Fiscal Year	2011-12	$11,537,793,000

B. DEBT LIMITATION IMPOSED BY R.S. 39:1402(D)

The State Bond Commission shall not issue general obligation bonds or other general obligations secured by the full faith and credit of the State at any time when the highest annual debt service requirement for the current or any subsequent fiscal year for such debt, including the debt service on such bonds or other obligation then proposed to be sold by the State Bond Commission, exceeds ten percent of the average annual revenues of the Bond Security and Redemption Fund for the last three fiscal years completed prior to such issuance.

Bond Security and Redemption Fund Average Collections for Last 3 Years	$12,128,540,667
Times 10%	$ 1,212,854,067
Highest Annual General Obligation Debt Service Requirement (FY 2016-2017)[(1)]	$361,230,652

[(1)] For purposes of this calculation all issuances of General Obligation Debt, including the 2006B, 2012D and 2013C, which are excluded for purposes of calculating NSTSD, are reflected.

ADDITIONAL NSTSD PROJECTIONS

The preceding tables are for illustration purposes to reflect the revenue base reductions for Fiscal Years 2014-2015 through 2018-2019 from the Revenue Estimating Conference Forecast of January 26, 2015. Revenue forecast beyond the Revenue Estimating Conference forecast, beginning in Fiscal Year 2020, incorporates a 2% growth factor.

TABLE 4
Actual Existing Debt

Fiscal Year Ending	Current Debt Service	Revenue Projections	Excess Capacity	Current Percentage	Allowable Percentage
6/30	(in thousands)	(in thousands)	(in thousands)		
	As of 12/31/14	As of 01/26/15	As of 12/31/14	As of 12/31/14	
2015	407,280	10,391,900	216,234	3.92%	6.00%
2016	617,888	10,534,100	14,158	5.87%	6.00%
2017	598,668	10,877,400	53,976	5.50%	6.00%
2018	581,066	11,222,100	92,260	5.18%	6.00%
2019	565,131	11,634,000	132,909	4.86%	6.00%
2020	548,081	11,866,680	163,920	4.62%	6.00%
2021	534,912	12,104,014	191,328	4.42%	6.00%
2022	522,628	12,346,094	218,138	4.23%	6.00%
2023	509,908	12,593,016	245,673	4.05%	6.00%
2024	495,504	12,844,876	275,188	3.86%	6.00%
2025	481,135	13,101,774	304,971	3.67%	6.00%
2026	458,040	13,363,809	343,788	3.43%	6.00%
2027	421,235	13,631,085	396,630	3.09%	6.00%
2028	388,353	13,903,707	445,870	2.79%	6.00%
2029	383,696	14,181,781	467,211	2.71%	6.00%
2030	352,836	14,465,417	515,089	2.44%	6.00%
2031	355,973	14,754,725	529,310	2.41%	6.00%
2032	337,428	15,049,820	565,561	2.24%	6.00%
2033	317,064	15,350,816	603,985	2.07%	6.00%
2034	286,880	15,657,832	652,590	1.83%	6.00%

Table 4 reflects actual existing debt service requirements for future years as of December 31, 2014 and the current percentage levels assuming no further debt issues as compared to the percentages allowable in R.S. 39:1367A(1)(k) through the 2030-2034 Fiscal Year. The difference between the last two columns of the table shows a current snapshot of borrowing margin available; it does not represent “actual” margin, as it does not include future debt issues that are planned or committed to be sold.

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TABLE 5

Actual Existing Debt and Future Capital Outlay Act Authorization

Fiscal Year Ending	Projected Debt Service	Revenue Projections	Excess Capacity	Current Percentage	Allowable Percentage
6/30	**(in thousands)**	**(in thousands)**	**(in thousands)**		
	As of 12/31/14	**As of 01/26/15**	**As of 12/31/14**	**As of 12/31/14**	
2015	407,280	10,391,900	216,234	3.92%	6.00%
2016	639,417	10,534,100	(7,371)	6.07%	6.00%
2017	653,180	10,877,400	(536)	6.00%	6.00%
2018	664,784	11,222,100	8,542	5.92%	6.00%
2019	678,061	11,634,000	19,979	5.83%	6.00%
2020	690,235	11,866,680	21,766	5.82%	6.00%
2021	706,277	12,104,014	19,964	5.84%	6.00%
2022	723,202	12,346,094	17,564	5.86%	6.00%
2023	739,690	12,593,016	15,891	5.87%	6.00%
2024	754,493	12,844,876	16,199	5.87%	6.00%
2025	769,335	13,101,774	16,771	5.87%	6.00%
2026	775,447	13,363,809	26,382	5.80%	6.00%
2027	767,853	13,631,085	50,012	5.63%	6.00%
2028	764,181	13,903,707	70,041	5.50%	6.00%
2029	759,520	14,181,781	91,387	5.36%	6.00%
2030	728,666	14,465,417	139,259	5.04%	6.00%
2031	731,473	14,754,725	153,810	4.96%	6.00%
2032	712,924	15,049,820	190,065	4.74%	6.00%
2033	692,558	15,350,816	228,491	4.51%	6.00%
2034	662,386	15,657,832	277,084	4.23%	6.00%

Table 5 illustrates the impact of the existing debt, as reflected in Table 1, as well as the State issuing the following:

(1) $3,800,000 Louisiana Correctional Facilities Corporation (Prison Enterprises Project) in Fiscal Year 2014-2015;
(2) $74,040,000 Unclaimed Property Special Revenue Bonds in Fiscal Year 2015-2016 (July 2015);
(3) $240,000,000 General Obligation Bonds in Fiscal Year 2014-2015 (Spring 2015);
(4) $350,000,000 General Obligation Bonds in Fiscal Year 2015-2016 and every year thereafter through Fiscal Year 2026-2027 to reflect the annual incremental Capital Outlay Act authorization on a trailing three year basis.

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TABLE 6

Actual Existing, Future Capital Outlay Act Authorization and Past Annual Capital Outlay Authorizations

Fiscal Year Ending	Projected Debt Service	Revenue Projections	Excess Capacity	Current Percentage	Allowable Percentage
6/30	**(in thousands)**	**(in thousands)**	**(in thousands)**		
	As of 12/31/14	**As of 01/26/15**	**As of 12/31/14**	**As of 12/31/14**	
2015	407,280	10,391,900	216,234	3.92%	6.00%
2016	639,417	10,534,100	(7,371)	6.07%	6.00%
2017	669,872	10,877,400	(17,228)	6.16%	6.00%
2018	698,166	11,222,100	(24,840)	6.22%	6.00%
2019	728,131	11,634,000	(30,091)	6.26%	6.00%
2020	756,997	11,866,680	(44,996)	6.38%	6.00%
2021	789,729	12,104,014	(63,489)	6.52%	6.00%
2022	806,653	12,346,094	(65,887)	6.53%	6.00%
2023	823,142	12,593,016	(67,561)	6.54%	6.00%
2024	837,947	12,844,876	(67,254)	6.52%	6.00%
2025	852,789	13,101,774	(66,682)	6.51%	6.00%
2026	858,903	13,363,809	(57,074)	6.43%	6.00%
2027	851,308	13,631,085	(33,443)	6.25%	6.00%
2028	847,633	13,903,707	(13,411)	6.10%	6.00%
2029	842,975	14,181,781	7,932	5.94%	6.00%
2030	812,121	14,465,417	55,804	5.61%	6.00%
2031	814,924	14,754,725	70,360	5.52%	6.00%
2032	796,377	15,049,820	106,612	5.29%	6.00%
2033	776,011	15,350,816	145,038	5.06%	6.00%
2034	745,839	15,657,832	193,631	4.76%	6.00%

Table 6 illustrates the impact of the existing debt, as reflected in Table 1, as well as the State issuing the following:

(1) $3,800,000 Louisiana Correctional Facilities Corporation (Prison Enterprises Project) in Fiscal Year 2014-2015;
(2) $74,040,000 Unclaimed Property Special Revenue Bonds in Fiscal Year 2015-2016 (July 2015);
(3) $240,000,000 General Obligation Bonds in Fiscal Year 2014-2015 (Spring 2015);
(4) $350,000,000 General Obligation Bonds in Fiscal Year 2015-2016 and every year thereafter through Fiscal Year 2026-2027 to reflect the annual incremental Capital Outlay Act authorization on a trailing three year basis.
(5) $200,000,000 in Fiscal Year 2015-2016 through Fiscal Year 2019-2020 to fund capital outlay disbursements of $1,000,000,000 related to the $1,405,045,000 Line of Credit Authorizations remaining in Fiscal Year 2015.

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NET STATE TAX SUPPORTED DEBT
OUTSTANDING AS OF DECEMBER 31, 2014
(EXPRESSED IN THOUSANDS)
UNAUDITED

	PRINCIPAL OUTSTANDING	INTEREST OUTSTANDING	TOTAL OUTSTANDING December 31, 2014	LESS: REIMBURSEMENTS	NET OUTSTANDING December 31, 2014
GENERAL OBLIGATION DEBT EQUIVALENTS: (1) (2)					
General Obligation Bonds	$ 3,122,315	$ 1,113,809	$ 4,236,124	$ 37	$ 4,236,087
Less: 2006B LA General Obligation Bond	$ 17,760	$ 1,206	$ 18,966		$ 18,966
Less: 2012D LA General Obligation Refunding Bond	$ 144,575	$ 10,066	$ 154,641		$ 154,641
Less: 2013C LA General Obligation Refunding Bond	$ 140,375	$ 49,081	$ 189,456		$ 189,456
SUBTOTAL GENERAL OBLIGATION DEBT EQUIVALENTS	$ 2,819,605	$ 1,053,456	$ 3,873,061	$ 37	$ 3,873,024
APPROPRIATION DEPENDENCY DEBT CLASSIFIED AS NSTSD: (3) (4)					
England Sub District Rev Ref, Series 2013A	$ 11,955	$ 1,503	$ 13,458		$ 13,458
IDB of City of New Orleans (N.O. Federal Alliance Project), Series 2008A	$ 4,120	$ 577	$ 4,697		$ 4,697
IDB of City of New Orleans (N.O. Federal Alliance Project), Refunding Series 2014	$ 18,630	$ 5,613	$ 24,243		$ 24,243
LAFA - Multiple Building and Equipment Project, Series 2007B	$ 24,920	$ 2,661	$ 27,581		$ 27,581
LAFA - Agricultural Loan Acq Project, Series 2012A	$ 5,905	$ 623	$ 6,528		$ 6,528
LCDA - Baton Rouge Community, Series 2003	$ 980	$ 80	$ 1,060		$ 1,060
LCDA - Delta Community College Project, Series 2008A	$ 34,030	$ 14,287	$ 48,317		$ 48,317
LCDA - LCTCS Facilities Corp Project, Series 2009A&B	$ 45,280	$ 27,843	$ 73,123		$ 73,123
LCDA - LCTCS Facilities Corp Project, Series 2010A	$ 64,025	$ 28,187	$ 92,212		$ 92,212
LCDA - LCTCS Facilities Corp Project, Series 2011	$ 42,646	$ 9,334	$ 51,980		$ 51,980
LCDA - Baton Rouge Community, Series 2011	$ 29,790	$ 9,495	$ 39,285		$ 39,285
LCDA - Baton Rouge Community, Series 2012	$ 24,125	$ 16,355	$ 40,480		$ 40,480
LCDA - Bossier Parish Community, Series 2012B	$ 38,050	$ 12,682	$ 50,732		$ 50,732
LCFC - Tallulah Correctional Facility, Series 2007A	$ 11,165	$ 1,575	$ 12,740		$ 12,740
LPFA - SUSFMILL, Series 2006A	$ 53,770	$ 36,201	$ 89,971		$ 89,971
LPFA - UNO, Series 2006B	$ 36,000	$ 21,577	$ 57,577		$ 57,577
LPFA - Alexandria LSU Housing, Series 2006C	$ 10,935	$ 6,248	$ 17,183		$ 17,183
LPFA - Hurricane Recovery, Series 2007A	$ 37,450	$ 2,611	$ 40,061		$ 40,061
LPFA - Hurricane Recovery, Refunding Series 2014	$ 162,085	$ 66,237	$ 228,322		$ 228,322
LPTFA - South Louisiana Community College, Series 2012	$ 12,810	$ 2,975	$ 15,785		$ 15,785
LTA - LA Transportation Authority (LA 1), Series 2013A	$ 51,410	$ 47,674	$ 99,084		$ 99,084
LTA - LA Transportation Authority (LA 1), Series 2013B	$ 77,975	$ 38,994	$ 116,969		$ 116,969
LTA - LA Transportation Authority (LA 1), Series 2013C	$ 43,975	$ 17,928	$ 61,903		$ 61,903
OFC - Office Facilities Corporation, Series 2009A	$ 51,720	$ 6,440	$ 58,160		$ 58,160
OFC - Office Facilities Corporation, Series 2010A	$ 42,965	$ 7,782	$ 50,747		$ 50,747
OFC - Office Facilities Corporation, Series 2012A	$ 64,315	$ 17,078	$ 81,393		$ 81,393
St. James Economic Development Project, Series 2011A	$ 17,760	$ 2,753	$ 20,513		$ 20,513
West Calcasieu Parish CCA, Series 2011A	$ 7,015	$ 2,629	$ 9,644		$ 9,644
SUBTOTAL APPROPRIATION DEPENDENCY DEBT	$ 1,025,806	$ 407,942	$ 1,433,748		$ 1,433,748
REVENUE DEBT HAVING A SPECIFICALLY IDENTIFIED MAJOR TAX, LICENSE, OR FEE DEDICATION CLASSIFIED AS NSTSD: (5)					
Transportation Trust Fund, Series 2005A	$ 4,800	$ 117	$ 4,917		$ 4,917
Transportation Trust Fund, Series 2006A	$ 609,110	$ 703,257	$ 1,312,367		$ 1,312,367
Transportation Trust Fund, Series 2010B	$ 385,450	$ 402,009	$ 787,459		$ 787,459
Transportation Trust Fund, Series 2012A	$ 788,200	$ 435,490	$ 1,223,690		$ 1,223,690
Transportation Trust Fund, Series 2013A	$ 173,000	$ 184,108	$ 357,108		$ 357,108
Transportation Trust Fund, Series 2013B1 (6)	$ 200,000	$ 220,220	$ 420,220		$ 420,220
Transportation Trust Fund, Series 2013B2 (6)	$ 103,125	$ 115,586	$ 218,711		$ 218,711
Transportation Trust Fund, Series 2013C1	$ 60,150	$ 78,898	$ 139,048		$ 139,048
Transportation Trust Fund, Series 2013C2	$ 13,450	$ 1,977	$ 15,427		$ 15,427
Transportation Trust Fund, Series 2014A (6)	$ 124,075	$ 157,616	$ 281,691		$ 281,691
Transportation Trust Fund, Series 2014B	$ 239,910	$ 216,126	$ 456,036		$ 456,036
Unclaimed Property Special Revenue Bonds, Series 2013 North	$ 90,595	$ 51,652	$ 142,247		$ 142,247
Unclaimed Property Special Revenue Bonds, Series 2013 South	$ 21,080	$ 11,104	$ 32,184		$ 32,184
LA State Highway Improvement Revenue Bonds, Series 2013A	$ 83,450	$ 45,256	$ 128,706		$ 128,706
LA State Highway Improvement Revenue Bonds, Series 2014A	$ 198,135	$ 116,338	$ 314,473		$ 314,473
SUBTOTAL CLASSIFIED REVENUE DEBT	$ 3,094,530	$ 2,739,754	$ 5,834,284		$ 5,834,284
OTHER SELF SUPPORTING ISSUES CLASSIFIED AS NSTSD: (7)					
Greater Baton Rouge Port Commission, Series 1999A	$ 2,035	$ 292	$ 2,327		$ 2,327
Greater Baton Rouge Port Commission, Series 1999B	$ 1,180	$ 161	$ 1,341		$ 1,341
Greater New Orleans Expressway, Series 2009A	$ 2,415	$ 115	$ 2,530		$ 2,530
Greater New Orleans Expressway, Series 2013A	$ 23,730	$ 8,143	$ 31,873		$ 31,873
Greater New Orleans Expressway, Series 2014	$ 17,540	$ 10,254	$ 27,794		$ 27,794
SUBTOTAL OTHER - SELF SUPPORTING	$ 46,900	$ 18,965	$ 65,865		$ 65,865
TOTAL NET STATE TAX SUPPORTED DEBT	**$ 6,986,841**	**$ 4,220,117**	**$ 11,206,958**	**$ 37**	**$ 11,206,921**

(1) Full faith and credit bonds of the State.
(2) Does not include GO Bonds Series 2006B, 2013C and Taxable 2012D which under La. R.S. 39:1367(E)(2)(b)(iii) are excluded from the State's Net Tax Supported Debt calculation.
(3) Appropriation dependency "debt" legally classified as NSTSD, but not bearing full faith and credit status.
(4) Does not include LCDA - LCTCS Act 360 Project, Series 2014 which under La. R.S. 39:1367(E)(2)(b)(v) are excluded from the State's Net Tax Supported Debt calculation. $128.33 million was issued on 12/18/14 with a final maturity of 10/1/39.
(5) Revenue debt having specified/dedicated revenue source.
(6) The Series' 2013B-1, 2013B-2 and 2014A are all variable rate bonds hedged with various interest rate swap agreements. Debt service projections are as follows:
(a) 2013B-1 and 2013B-2 at a blended swap rate plus spread over index of 4.169% and 4.244%, respectively; (b) 2014A assumes interest rate of 4.395% through 2022 (blended swap rate plus 0.47% spread over index) and interest rate of 5.03% thereafter through final maturity (projected 2022 refunding and a swap termination payment in the amount of $1,800,000 based on 20-year historic swap market data).
(7) Includes dedicated revenue supported debt and other tax supported debt not backed by full faith and credit of the state, but classified as net tax supported debt by rule of the State Bond Commission.

Source: Louisiana State Bond Commission

Exhibit 2

TRANSPORTATION INFRASTRUCTURE MODEL FOR ECONOMIC DEVELOPMENT (TIMED)
SUMMARY OF DEBT

Lien	Tax Status	Series	Issue Description	Original Principal	Outstanding Principal	Callable Par	Final Bond Maturity	Mandatory Bond Tender Date	RMK (bps)	VR* Floor/Cap	Put Expiration	Existing Call Terms	Put Mechanics
1st	**TE**	2005A	G&F Tax Senior Lien RB	$ 525,000,000	$ 4,800,000	$ -	5/1/2015	na	na	na	na	Callable 5/1/2015 at 100	na
1st	**TE**	2006A	G&F Tax Senior Lien RB	$ 1,107,490,000	$ 609,110,000	$ 608,120,000	5/1/2041	na	na	na	na	Callable 5/1/2016 @ 100	na
1st	**TE**	2012A	G&F Tax Senior Lien RFB	$ 803,080,000	$ 788,200,000	$ 620,200,000	5/1/2035	na	na	na	na	Callable 5/1/2022 @ 100	na
1st	**TE**	2013A	G&F 2006A Call Mod	$ 173,000,000	$ 173,000,000	$ 173,000,000	5/1/2041	na	na	na	na	Callable 5/1/2023 @ 100	na
2nd	**TE**	2010B	G&F Tax Sub Lien RB	$ 394,310,000	$ 385,450,000	$ 353,510,000	5/1/2045	na	na	na	na	Callable 5/1/2020 @ 100	na
2nd	**TE**	2013B-1	G&F Tax 2nd Lien RB	$ 200,000,000	$ 200,000,000	$ 200,000,000	5/1/2043	5/1/2017	na	70% 1mL+0.47%	na	Callable 11/1/16 @ price equal to sum of principal to be redeemed	na
2nd	**TE**	2013B-2	G&F Tax 2nd Lien RB	$ 103,125,000	$ 103,125,000	$ 103,125,000	5/1/2043	5/1/2018	na	70% 1mL+0.55%	na	Callable 11/1/17 @ price	na
2nd	**TE**	2013C-1	G&F Tax 2nd Lien RFB	$ 60,150,000	$ 60,150,000	$ 60,150,000	5/1/2043	na	na	na	na	Callable 05/01/24 @ 100	na
2nd	**TX**	2013C-2	G&F Tax 2nd Lien RFB	$ 14,940,000	$ 13,450,000	na	5/1/2023	na	na	na	na	na	na
2nd	**TE**	2014A	G&F Tax 2nd Lien RFB	$ 121,250,000	$ 121,250,000	$ 121,250,000	5/1/2043	5/1/2018	na	70% 1mL+0.47%	na	Callable 11/1/17 @ price equal to sum of principal to be redeemed	na
1st	**TE**	2014B	G&F Tax Senior Lien RFB	$ 239,910,000	$ 239,910,000	$ 238,435,000	5/1/2039	na	na	na	na	Callable 5/1/24 @ 100	na
			Totals	**$ 3,742,255,000**	**$ 2,698,445,000**	**$ 2,477,790,000**							

SWAP ALLOCATIONS

Identifier	Associated Series	Contract Providers	Total	Notional Amounts	Fixed Rate	Floating Rate	Swap Termination Date	Effective Start Date	Latest Swap Valuation
MU0445	2014A	BONY**	$ 121,250,000	$ 28,249,500	3.9315%	70% ONE MONTH LIBOR	5/1/2022	4/1/2012	$ (10,239,739.47)
MU0429	2014A	BONY**		$ 93,000,000	3.9235%	70% ONE MONTH LIBOR	5/1/2022	4/1/2012	$ (39,776,862.33)
MK327	2013B2	RAYMOND JAMES	$ 242,500,000	$ 56,500,000	3.6920%	70% ONE MONTH LIBOR	5/1/2041	5/1/2009	$ (18,228,322.87)
MK326	2013B1	RAYMOND JAMES		$ 186,000,000	3.6920%	70% ONE MONTH LIBOR	5/1/2043	5/1/2009	$ (70,889,890.44)
8938	2013B1	JPMORGAN	$ 60,625,000	$ 14,125,000	3.6990%	70% ONE MONTH LIBOR	5/1/2041	5/1/2009	$ (4,573,531.74)
8940	2013B2	JPMORGAN		$ 46,500,000	3.6940%	70% ONE MONTH LIBOR	5/1/2043	5/1/2009	$ (17,741,184.99)

* Variable Rate on SWAPS - 70% of 1 month LIBOR
** Novation from Merrill Lynch to Jefferies effective April 13, 2012 and from Jefferies to Bank of New York effective July 31, 2013

Prepared by: State Bond Commission 12/31/2014