



WISCONSIN DEPARTMENT OF
ADMINISTRATION

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August 6, 2004

To the Users of This Report:

Re: Monthly Financial Information—June, 2004

Please find attached the Report of General Fund Financial Information for the month ending June 30, 2004. This cover letter is intended to provide comment on the attached tables of general fund financial information. The user's attention is specifically drawn to the following.

- **June 30, 2004 Cash Balance – Negative \$21 Million.** The State ended FY04 with a negative \$21 million cash balance, which is significantly better than the negative \$240 million ending cash balance that the State projected at the start of FY04.

Ending a fiscal year with a negative balance is allowed under Wisconsin Statutes, which provide certain remedies, such as interfund borrowing, to deal with periods when the cash balance is negative. This ending cash balance, and many of the tables in the attached report, *are not intended to provide an estimate or projection of the State's ending budgetary balance for FY04.* The State will issue by October 15, 2004 its Annual Fiscal Report that will include the ending general fund balance (budgetary-basis) for FY04.

Sincerely,

/s/ FRANK R. HOADLEY

Frank R. Hoadley
Capital Finance Director
(608) 266-2305

Monthly General Fund Financial Information State of Wisconsin

For the Period Ending June 30, 2004

Prepared by the Wisconsin Department of Administration

Prepared on August 6, 2004

The following tables of general fund financial information are provided with respect to securities issued by the State of Wisconsin. The information may be material to an investment decision in the securities, although the presence of information here does not imply the State of Wisconsin has made a determination of its materiality.

THE PROJECTED GENERAL FUND CASH FLOWS REFLECT THE RE-ESTIMATES OF DEPARTMENTAL REVENUES AND EXPENDITURES PROVIDED BY THE LEGISLATIVE FISCAL BUREAU ON JANUARY 15, 2004 AND THE GENERAL FUND TAX COLLECTION ESTIMATES PROVIDED BY THE LEGISLATIVE FISCAL BUREAU ON FEBRUARY 10, 2004.

THE PROJECTED GENERAL FUND CASH FLOW DOES NOT ADDRESS THE RECENT SUPREME COURT DECISION CONCERNING AMENDMENTS TO GAMING COMPACTS. THE STATE'S 2003-05 BIENNIAL BUDGET ASSUMED \$102 MILLION OF PAYMENTS IN FY04 FROM ALL AMENDED GAMING COMPACTS. SUBSEQUENT TO THE SUPREME COURT'S DECISION, THE STATE HAS RECEIVED PAYMENTS EXPECTED TO BE RECEIVED BY JUNE 30, 2004 FROM ALL BUT ONE OF THE TRIBAL GOVERNMENTS; THE AMOUNT THAT WAS NOT RECEIVED IS \$30 MILLION. DISCUSSIONS CONTINUE WITH THE TRIBAL GOVERNMENTS REGARDING THE OUTSTANDING PAYMENT AND ALL PAYMENTS DUE ON OR AFTER JUNE 30, 2005

Table of Contents

1. **Cautionary Information!**

2. **Actual General Fund Cash Flow for the Fiscal Year Ending June 30, 2004 (Cash Basis)**

This table corresponds to Table II-7, page 41, of the State of Wisconsin Continuing Disclosure Annual Report, December 23, 2003.

3. **Projected General Fund Cash Flow for the Fiscal Year Ending June 30, 2005 (Cash Basis)**

4. **General Fund Cash Flow Year-To-Date Compared to Estimates and Previous Fiscal Year (Cash Basis)**

This table corresponds to Table II-8, page 42, of the State of Wisconsin Continuing Disclosure Annual Report, December 23, 2003.

5. **General Fund Monthly Cash Position (Cash Basis)**

This table corresponds to Table II-9, page 43, of the State of Wisconsin Continuing Disclosure Annual Report, December 23, 2003.

6. **Actual and Projected General Fund Monthly Balances Available for Interfund Borrowing**

This table corresponds to Table II-10, page 44, of the State of Wisconsin Continuing Disclosure Annual Report, December 23, 2003.

7. **General Fund Recorded Revenues Year-to-Date Compared to Previous Fiscal Year (Agency Recorded Basis)**

This table corresponds to Table II-11, page 45, of the State of Wisconsin Continuing Disclosure Annual Report, December 23, 2003.

8. **General Fund Recorded Expenditures Year-to-Date Compared to Previous Fiscal Year (Agency Recorded Basis)**

This table corresponds to Table II-12, page 46, of the State of Wisconsin Continuing Disclosure Annual Report, December 23, 2003.

Cautionary Information

Users of this information should be cautioned about several points:
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The general fund financial information in this document has been prepared using what is believed to be the best available data for these purposes. The tables in this document have been prepared using the same procedures used to prepare similar information for the State of Wisconsin Continuing Disclosure Annual Report, Official Statements prepared for specific securities, or reports filed in conjunction with various securities. This information is, however, preliminary in nature and subject to change.

- This information is unaudited and is not a “financial statement.” None of the data presented here has been subjected to customary fiscal period closing procedures or the procedures used in the preparation of a financial statement, including verification, reconciliation, and identified adjustments.
- This information only speaks as of the date on which it was prepared.
- Statements of information for dates before the date this information is prepared will almost certainly be subject to restatement and revision. Information classified as “actual”, and any difference from any prior estimate, does not signify a change to official estimates. Any official revenue or expenditure re-estimates that do occur will be separately identified, and if material, appropriately noticed.
- The information does not intend to reflect the State’s ending budgetary balance for either FY04 or FY05. By October 15, 2004, the State is required to release its Annual Fiscal Report that includes the ending budgetary-balance for FY04.
- Projections of results for dates after the date this information is prepared are forward looking. Actual results will almost certainly differ.
 - Projections of general fund cash flow reflect the re-estimates of departmental revenues and expenditures provided by the Legislative Fiscal Bureau on January 15, 2004 and the general fund tax collection estimates provided by the Legislative Fiscal Bureau on February 10, 2004. It is important to note that cash flow projections are expressed on a *cash basis* while the revenue estimates released by the Legislative Fiscal Bureau are expressed on a *budgetary basis* and net of any refunds.
 - Projections are not adjusted to reflect actual revenues and expenditures and routine variability in the timing of receipts and disbursements, but may be adjusted to reflect unique events. As an example, an adjustment was made in September 2003 to the-then projections of general fund cash flow to better reflect end-of-month electronic fund transfers, particularly those related to individual income tax receipts.
 - Projections of remaining fiscal year cash flow may be adjusted when necessary to reflect unforeseen events or additional revised forecasts of the general fund condition statement.
- Data in these tables of financial information are subject to revision and reclassification for prior periods. This is particularly true for revenue data, where proper classification depends on tax returns which are received and processed significantly after the tax payments are received through electronic transfers.
- Some data is presented on a cash basis of accounting while other data is presented on a budgetary or agency recorded basis. Users should not compare data that is presented with different bases of accounting.
- Comparison of monthly general fund financial information has many inherent problems. Unforeseen events (including even a change in weather conditions) or variations from underlying assumptions may cause a decrease in receipts or an increase in disbursements from those projected for a given month.
- The State of Wisconsin is not obligated to provide this information or make it available on its website.
- None of the information in these tables of financial information is required by the State of Wisconsin’s continuing disclosure undertakings pursuant to SEC rule 15c2-12.
 - This information is not, and does not replace, a notice of a material event required by SEC rule 15c2-12.
 - This information is not, and does not replace, the annual financial information required by SEC rule 15c2-12.

ACTUAL GENERAL FUND CASH FLOW; JULY 1, 2003 TO JUNE 30, 2004

	(In Thousands of Dollars)											
	July 2003	August 2003	September 2003	October 2003	November 2003	December 2003	January 2004	February 2004	March 2004	April 2004	May 2004	June 2004
BALANCES^(a)												
Beginning Balance	(\$301,120)	(\$622,418)	(\$400,502)	\$418,507	\$907,811	\$863,882	\$1,013,762	\$1,191,403	\$1,038,826	(\$14,243)	\$552,517	\$758,574
Ending Balance^(b)	(\$622,418)	(\$400,502)	\$418,507	\$907,811	\$863,882	\$1,013,762	\$1,191,403	\$1,038,826	(\$14,243)	\$552,517	\$758,574	(\$21,216)
Lowest Daily Balance^(b)	(\$762,702)	(\$757,258)	(\$654,756)	\$289,720	\$648,269	(\$200,315)	\$1,013,762	\$1,013,762	(\$78,170)	(\$14,243)	\$412,085	(\$322,282)
RECEIPTS												
TAX RECEIPTS												
Individual Income ^(c)	\$535,668	\$361,664	\$632,800	\$495,028	\$390,357	\$431,441	\$815,263	\$457,296	\$530,620	\$851,947	\$385,478	\$633,196
Sales & Use	368,518	363,614	375,775	374,113	350,192	321,577	394,456	295,514	293,589	339,858	343,335	364,588
Corporate Income	15,220	19,228	126,009	28,093	26,301	160,444	20,170	21,229	176,514	28,379	17,663	136,053
Public Utility	296	0	325	4,994	129,422	337	69	20	158	5,071	136,052	201
Excise	38,152	34,660	28,651	32,261	28,631	28,784	32,244	26,592	22,978	32,116	29,565	32,506
Insurance	828	1,375	25,541	293	1,334	28,444	2,696	17,785	25,650	27,842	767	28,153
Inheritance	5,660	11,035	7,017	6,607	6,089	9,493	4,990	5,314	4,948	8,163	8,739	10,219
Subtotal Tax Receipts	\$964,342	\$791,576	\$1,196,118	\$941,389	\$932,326	\$980,520	\$1,269,888	\$823,750	\$1,054,457	\$1,293,376	\$921,599	\$1,204,916
NON-TAX RECEIPTS												
Federal	\$420,678	\$479,004	\$507,840	\$618,086	\$454,026	\$534,209	\$543,037	\$491,036	\$567,534	\$534,657	\$487,096	\$617,201
Other & Transfers ^(c)	291,431	190,445	519,577	270,496	197,625	912,951	329,290	353,425	307,728	277,273	216,301	464,782
Note Proceeds ^(d)	0	0	400,000	0	0	0	0	0	0	0	0	0
Subtotal Non-Tax Receipts	\$712,109	\$669,449	\$1,427,417	\$888,582	\$651,651	\$1,447,160	\$872,327	\$844,461	\$875,262	\$811,930	\$703,397	\$1,081,983
TOTAL RECEIPTS	\$1,676,451	\$1,461,025	\$2,623,535	\$1,829,971	\$1,583,977	\$2,427,680	\$2,142,215	\$1,668,211	\$1,929,719	\$2,105,306	\$1,624,996	\$2,286,899
DISBURSEMENTS												
Local Aids	\$890,876	\$172,578	\$741,814	\$109,530	\$781,331	\$1,178,138	\$211,010	\$237,278	\$1,204,072	\$153,766	\$235,068	\$1,846,208
Income Maintenance ^(f)	439,565	373,987	352,115	385,040	293,337	363,184	189,065	503,149	397,567	148,118	329,091	366,219
Payroll and Related	317,741	312,301	225,424	462,397	252,453	305,623	439,081	247,685	304,277	491,789	251,034	307,410
Tax Refunds	68,585	50,293	54,656	50,624	58,967	122,179	69,625	415,005	407,083	335,879	138,614	104,930
Debt Service	0	984	118,305	441	441	0	0	934	105,066	0	10,985	0
Miscellaneous ^(e)	280,982	328,966	312,212	332,635	241,377	308,676	1,055,793	318,657	463,264	307,447	352,527	441,922
Note Repayment ^(d)	0	0	0	0	0	0	0	98,080	101,459	101,547	101,620	0
TOTAL DISBURSEMENTS	\$1,997,749	\$1,239,109	\$1,804,526	\$1,340,667	\$1,627,906	\$2,277,800	\$1,964,574	\$1,820,788	\$2,982,788	\$1,538,546	\$1,418,939	\$3,066,689

(a) The General Fund cash balances presented in this schedule are not based on Generally Accepted Accounting Principles (GAAP). The General Fund includes funds designated for operations and capital purposes of certain proprietary programs of the State's Universities. Receipts and disbursements of such funds for the designated programs and the disbursement of such funds for other purposes are reflected in the cash flow. A use of the designated funds for purposes other than the proprietary programs is, in effect, a borrowing of such funds. Therefore, at any time that the balance in the General Fund is less than the balance of such designated funds, the State is obligated to replenish the designated funds to the extent of the shortfall. The designated funds are expected to range from \$150 to \$300 million during the 2003-04 fiscal year. In addition, the General Fund is the depository for several escrow accounts pursuant to court orders or federal rulings. These funds are expected to average approximately \$50 million during the 2003-04 fiscal year.

(b) The Statutes provide certain administrative remedies to deal with periods when the General Fund is in a negative cash position. The Secretary of Administration may temporarily reallocate cash in other funds (up to 5% of the general-purpose revenue appropriations then in effect) to the General Fund. This amount is approximately \$542 million for the 2003-04 fiscal year. In addition, the Secretary of Administration may also temporarily reallocate an additional amount up to 3% of the general-purpose revenue appropriations then in effect (approximately \$325 million for the 2003-04 fiscal year) for a period of up to 30 days. If the amount of interfund borrowing available to the General Fund is not sufficient, the Secretary of Administration is authorized to prorate and defer certain payments.

(c) The July Individual Income Tax Receipts and the July Non-Tax Receipts for Other & Transfers were restated in September, 2003 due to a reporting reclassification by the Department of Revenue.

(d) Includes \$400 million in operating note proceeds received in September, 2003 and impoundment payments due on February 27, March 31, April 30, and May 28, 2004. The February 27, 2004 impoundment payment excludes the premium deposited on September 18, 2003 into the operating note redemption fund.

(e) Includes \$750 million of bond receipts that were received into the General Fund in December and disbursed on January 30, 2004.

(f) Includes \$124 million of transfers from the General Fund (disbursements) to the Medical Assistance Trust Fund in March 2004, pursuant to 2003 Wisconsin Act 129.

PROJECTED GENERAL FUND CASH FLOW; JULY 1, 2004 TO JUNE 30, 2005^(a)

(In Thousands of Dollars)

	July 2004	August 2004	September 2004	October 2004	November 2004	December 2004	January 2005	February 2005	March 2005	April 2005	May 2005	June 2005
BALANCES^(b)												
Beginning Balance	(\$21,216)	(\$266,377)	\$237,221	\$382,045	\$813,870	\$457,255	(\$157,694)	\$874,672	\$1,086,064	\$117,821	\$472,882	\$707,774
Ending Balance ^(c)	(\$266,377)	\$237,221	\$382,045	\$813,870	\$457,255	(\$157,694)	\$874,672	\$1,086,064	\$117,821	\$472,882	\$707,774	(\$69,715)
Lowest Daily Balance ^(c)	(\$467,493)	(\$319,912)	\$49,987	\$270,395	\$216,753	(\$763,000)	(\$157,695)	\$531,569	\$32,777	(\$160,098)	\$211,180	(\$323,528)
RECEIPTS												
TAX RECEIPTS												
Individual Income	\$580,400	\$417,800	\$622,700	\$533,000	\$291,700	\$621,300	\$902,700	\$471,600	\$412,800	\$932,000	\$404,600	\$619,000
Sales & Use	380,000	400,400	377,000	385,600	381,200	318,800	427,300	333,700	301,300	339,700	361,100	370,700
Corporate Income	18,500	18,600	140,400	31,600	15,800	159,800	26,900	14,000	186,600	29,200	19,100	133,300
Public Utility	200	0	200	3,900	140,000	4,300	0	3,800	200	5,200	119,300	1,700
Excise	31,300	31,000	31,400	29,200	36,200	28,900	28,100	29,800	25,000	27,500	30,700	30,400
Insurance	1,400	2,500	24,300	1,600	1,400	25,200	2,000	13,700	21,800	27,600	4,400	26,500
Inheritance	7,200	10,000	13,000	5,500	6,500	5,100	8,700	5,900	6,600	10,900	6,700	6,000
Subtotal Tax Receipts	\$1,019,000	\$880,300	\$1,209,000	\$990,400	\$872,800	\$1,163,400	\$1,395,700	\$872,500	\$954,300	\$1,372,100	\$945,900	\$1,187,600
NON-TAX RECEIPTS												
Federal	\$443,100	\$467,300	\$459,600	\$643,600	\$446,600	\$470,800	\$618,900	\$540,700	\$491,600	\$548,200	\$534,900	\$566,400
Other & Transfers ^(d)	296,850	252,850	363,350	221,950	231,250	212,950	386,250	388,050	318,750	320,750	300,150	473,850
Note Proceeds	0	0	0	0	0	0	0	0	0	0	0	0
Subtotal Non-Tax Receipts	\$739,950	\$720,150	\$822,950	\$865,550	\$677,850	\$683,750	\$1,005,150	\$928,750	\$810,350	\$868,950	\$835,050	\$1,040,250
TOTAL RECEIPTS	\$1,758,950	\$1,600,450	\$2,031,950	\$1,855,950	\$1,550,650	\$1,847,150	\$2,400,850	\$1,801,250	\$1,764,650	\$2,241,050	\$1,780,950	\$2,227,850
DISBURSEMENTS												
Local Aids ^{(e)(f)}	\$833,741	\$145,898	\$704,176	\$123,700	\$786,446	\$1,171,442	\$227,374	\$232,359	\$1,193,196	\$122,127	\$248,992	\$1,817,211
Income Maintenance	414,266	397,077	497,747	405,358	431,609	555,913	344,776	414,316	471,345	434,538	408,025	388,860
Payroll and Related	388,749	250,749	322,372	394,388	327,523	327,706	359,826	325,251	369,525	470,929	255,539	313,235
Tax Refunds	61,499	52,604	48,791	64,194	76,501	76,405	61,510	347,302	349,093	311,909	233,409	207,201
Debt Service	0	3,621	0	139,636	3,621	0	0	3,621	0	266,649	39,575	0
Miscellaneous	305,856	246,903	314,040	296,849	281,565	330,633	374,998	267,009	349,734	279,837	360,518	278,832
Note Repayment	0	0	0	0	0	0	0	0	0	0	0	0
TOTAL DISBURSEMENTS	\$2,004,111	\$1,096,852	\$1,887,126	\$1,424,125	\$1,907,265	\$2,462,099	\$1,368,484	\$1,589,858	\$2,732,893	\$1,885,989	\$1,546,058	\$3,005,339

(a) Projections reflect the re-estimates of departmental revenues and expenditures provided by the Legislative Fiscal Bureau on January 15, 2004 and the general fund tax collection estimates provided by the Legislative Fiscal Bureau on February 10, 2004. Projections do not reflect the recent Supreme Court decision concerning amendments to gaming compacts. Subsequent to the Supreme Court's decision, the State has received payments expected to be received by June 30, 2004 from all but one of the tribal governments. Discussions continue with the tribal governments regarding the outstanding payment and all payments due on or after June 30, 2005. While the projections are based on budgetary assumptions, they are presented on a cash basis and not a budgetary basis. Projections do not include interfund borrowings.

(b) The General Fund cash balances presented in this schedule are not based on Generally Accepted Accounting Principles (GAAP). The General Fund includes funds designated for operations and capital purposes of certain proprietary programs of the State's Universities. Receipts and disbursements of such funds for the designated programs and the disbursement of such funds for other purposes are reflected in the cash flow. A use of the designated funds for purposes other than the proprietary programs is, in effect, a borrowing of such funds. Therefore, at any time that the balance in the General Fund is less than the balance of such designated funds, the State is obligated to replenish the designated funds to the extent of the shortfall. The designated funds are expected to range from \$150 to \$300 million during the 2004-05 fiscal year. In addition, the General Fund is the depository for several escrow accounts pursuant to court orders or federal rulings. These funds are expected to average approximately \$50 million during the 2004-05 fiscal year.

(c) The Statutes provide certain administrative remedies to deal with periods when the General Fund is in a negative cash position. The Secretary of Administration may temporarily reallocate cash in other funds (up to 5% of the general-purpose revenue appropriations then in effect) to the General Fund. This amount is approximately \$589 million for the 2004-05 fiscal year. In addition, the Secretary of Administration may also temporarily reallocate an additional amount up to 3% of the general-purpose revenue appropriations then in effect (approximately \$354 million for the 2004-05 fiscal year) for a period of up to 30 days. If the amount of interfund borrowing available to the General Fund is not sufficient, the Secretary of Administration is authorized to prorate and defer certain payments.

(d) Includes \$75 million to be transferred from the Transportation Fund to the General Fund in June 2005.

(e) \$190 million of the November 2004 shared revenue payments are to be made from Segregated Funds and are not included in these Local Aid disbursement totals.

(f) \$60 million of the September 2004 equalization payments are to be made from Transportation Fund and are not included in these Local Aid disbursement totals.

**GENERAL FUND CASH RECEIPTS AND DISBURSEMENTS YEAR-TO-DATE
COMPARED TO ESTIMATES AND PREVIOUS FISCAL YEAR^(a)
(Cash Basis)
As of June 30, 2004
(Amounts in Thousands)**

	FY03 through June 2003		FY04 through June 2004				Difference FY03 Actual to FY04 Actual
	Actual		Actual	Estimate ^(b)	Variance	Adjusted Variance ^(c)	
RECEIPTS							
Tax Receipts							
Individual Income	\$ 6,269,741		\$ 6,520,758	\$ 6,572,300	\$ (51,542)	\$ 11,058	\$ 251,017
Sales	4,004,377		4,185,129	4,177,000	8,129	8,129	180,752
Corporate Income	653,986		775,303	751,800	23,503	23,503	121,317
Public Utility	281,986		276,945	272,100	4,845	4,845	(5,041)
Excise	359,002		367,140	363,200	3,940	3,940	8,138
Insurance	145,925		160,708	149,000	11,708	11,708	14,783
Inheritance	69,603		88,274	83,700	4,574	4,574	18,671
Total Tax Receipts	\$ 11,784,620		\$ 12,374,257	\$ 12,369,100	\$ 5,157	\$ 67,757	\$ 589,637
Non-Tax Receipts							
Federal	\$ 5,961,076		\$ 6,254,404	\$ 6,047,400	\$ 207,004	\$ 207,004	\$ 293,328
Other and Transfers	3,509,635		4,331,324	3,839,500	491,824	(213,310)	821,689
Note Proceeds	-		400,000	400,000	-	-	400,000 ^(d)
Total Non-Tax Receipts	\$ 9,470,711		\$ 10,985,728	\$ 10,286,900	\$ 698,828	\$ (6,306)	\$ 1,515,017
TOTAL RECEIPTS	\$ 21,255,331		\$ 23,359,985	\$ 22,656,000	\$ 703,985	\$ 61,451	\$ 2,104,654
DISBURSEMENTS							
Local Aids	\$ 7,286,897		\$ 7,761,669	\$ 7,700,573	\$ (61,096)	\$ (61,096)	\$ 474,772
Income Maintenance	4,180,230		4,140,437	3,921,333	(219,104)	(46,490)	(39,793)
Payroll & Related	3,790,607		3,917,215	3,867,032	(50,183)	(50,183)	126,608
Tax Refunds	1,855,069		1,876,440	1,861,647	(14,793)	(14,793)	21,371
Debt Service	393,134		237,156	262,404	25,248	25,248	(155,978)
Miscellaneous	3,628,496		4,744,458	4,666,194	(78,264)	(78,264)	1,115,962
Note Repayment	-		402,706	403,408	702	702	402,706
TOTAL DISBURSEMENTS	\$ 21,134,433		\$ 23,080,081	\$ 22,682,591	\$ (397,490)	\$ (224,876)	\$ 1,945,648
VARIANCE FY04 YEAR-TO-DATE					\$ 306,495	\$ (163,425)	

- (a) Please refer to the cautionary statements contained on page 2 of this document. The cautionary statements are an integral part of this table. None of the data presented here has been subjected to customary fiscal period closing procedures or other procedures used in the preparation of a financial statement, including verification, reconciliation, and identified adjustments. In addition, comparison of monthly general fund financial information has many inherent problems. Unforeseen events (including even a change in weather conditions) or variations from underlying assumptions may cause a decrease in receipts or an increase in disbursements from those projected for a given month.
- (b) Estimates include re-estimates of departmental revenues and expenditures provided by the Legislative Fiscal Bureau on January 15, 2004 and the general fund tax collection estimates provided by the Legislative Fiscal Bureau on February 10, 2004. While the information from the Legislative Fiscal Bureau is presented on a budgetary basis, the estimates are presented on a cash basis and not a budgetary basis. Estimates do not reflect the recent Supreme Court decision in *Panzer v. Doyle* (concerning amendments to gaming compacts). Subsequent to the Supreme Court's decision, the State has received payments expected to be received by June 30, 2004 from all but one of the tribal governments. Discussions continue with the tribal governments regarding the outstanding payment and all payments due on or after June 30, 2005.
- (c) Changes were made, after the beginning of the fiscal year, to the estimates of receipts starting in September 2003. These changes were made to better reflect end-of-month electronic fund transfers. Because the changes were made starting in September 2003, the July and August 2003 estimates could not be changed. The changes to the estimates of receipts include an increase in September 2003 but could not include any decrease in August 2003. As a result, the variance has been adjusted by \$63 million to show the result if the August 2003 estimate were also changed. In addition, the variance also reflects \$705 million of pension obligation bond proceeds that were received into the General Fund in December that were subsequently disbursed in January 2004, and \$173 million resulting from a timing change related to Medicaid disbursements that could not be reversed in previous estimates.
- (d) Operating notes were not issued in FY03 but were issued on September 18th for FY04.

GENERAL FUND MONTHLY CASH POSITION^(a)
July 1, 2002 through June 30, 2004 — Actual
July 1, 2004 through June 30, 2005 — Estimated^(b)
(Amounts in Thousands)

	Starting Date	Starting Balance	Receipts^(c)	Disbursements^(c)
2002	July.....	(421,915) ^(d)	1,700,476	1,895,272
	August.....	(616,711) ^(d)	1,637,001	1,171,887
	September.....	(151,597) ^(d)	2,025,879	1,562,196
	October.....	312,086	1,606,014	1,280,382
	November.....	637,718	1,482,326	1,488,485
2003	December.....	631,559 ^(d)	1,706,488	2,178,341
	January.....	159,706	2,105,857	1,431,836
	February.....	833,727	1,721,792	1,615,352
	March.....	940,167	1,652,274	2,383,386
	April.....	209,055 ^(d)	2,101,401	1,712,702
	May.....	597,754	1,485,340	1,566,243
	June.....	516,851 ^(d)	2,030,380	2,848,351
	July.....	(301,120) ^(d)	1,676,451	1,997,749
	August.....	(622,418) ^(d)	1,461,025	1,239,109
	September.....	(400,502) ^(d)	2,623,535	1,804,526
	October.....	418,507	1,829,971	1,340,667
	November.....	907,811	1,583,977	1,627,906
December.....	863,882 ^(d)	2,427,680	2,277,800	
2004	January.....	1,013,762	2,142,215	1,964,574
	February.....	1,191,403	1,668,211	1,820,788
	March.....	1,038,826 ^(d)	1,929,719	2,982,788
	April.....	(14,243) ^(d)	2,105,306	1,538,546
	May.....	552,517	1,624,996	1,418,939
	June.....	758,574 ^(d)	2,286,899	3,066,689
2005	July.....	(21,216) ^(d)	1,758,950	2,004,111
	August.....	(266,377) ^(d)	1,600,450	1,096,852
	September.....	237,221	2,031,950	1,887,126
	October.....	382,045	1,855,950	1,424,125
	November.....	813,870	1,550,650	1,907,265
	December.....	457,255 ^(d)	1,847,150	2,462,099
	January.....	(157,694) ^(d)	2,400,850	1,368,484
	February.....	874,672	1,801,250	1,589,858
	March.....	1,086,064	1,764,650	2,732,893
	April.....	117,821 ^(d)	2,241,050	1,885,989
	May.....	472,882	1,780,950	1,546,058
	June.....	707,774 ^(d)	2,227,850	3,005,339

^(a) The General Fund balances presented in this table are not based on Generally Accepted Accounting Principles (GAAP).

^(b) The monthly receipt and disbursement projections for July 1, 2004 through June 30, 2005 are based on the re-estimates of departmental revenues and expenditures that the Legislative Fiscal Bureau released on January 15, 2004 and the general fund tax collection estimates provided by the Legislative Fiscal Bureau on February 10, 2004. Projections do not reflect the recent Supreme Court decision concerning amendments to gaming compacts. Subsequent to the Supreme Court’s decision, the State has received payments expected to be received by June 30, 2004 from all but one of the tribal governments. Discussions continue with the tribal governments regarding the outstanding payment and all payments due on or after June 30, 2005.

^(c) The amounts shown in September 2003 include receipts from the issuance of operating notes and amounts shown in February–May 2004 include disbursements for impoundment payments required in connection with the issuance of operating notes. No operating notes were issued for the 2002-03 fiscal year and not operating notes are assumed for the 2004-05 fiscal year.

^(d) The Statutes provide certain administrative remedies to deal with periods when the General Fund is in a negative cash position. The Secretary of Administration may temporarily reallocate cash in other funds (up to 5% of the general-purpose revenue appropriations then in effect) to the General Fund. This amount is approximately \$542 million for FY04 and \$589 million for FY05. In addition, the Secretary of Administration may also temporarily reallocate an additional amount up to 3% of the general-purpose revenue appropriations then in effect (approximately \$325 million for FY04 and \$354 million for FY05) for a period of up to 30 days. If the amount of interfund borrowing available to the general fund is not sufficient, the Secretary of Administration is authorized to prorate and defer certain payments. See “**Cash Balances In Funds Available For Interfund Borrowing**”.

CASH BALANCES IN FUNDS AVAILABLE FOR INTERFUND BORROWING^(a)

July 31, 2002 to June 30, 2004 — Actual
July 31, 2004 to June 30, 2005— Estimated^(b)
(Amounts in Millions)

The following two tables show, on a monthly basis, the cash balances available for interfund borrowing. The first table does not include balances in the Local Government Investment Pool (LGIP). While the LGIP is available for interfund borrowing, funds in the LGIP are deposited and withdrawn by local units of government, and thus are outside the control of the State.

(Does Not Include Balances in the Local Government Investment Pool)

<u>Month (Last Day)</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>
January		\$ 1,100	\$ 1,027	\$ 1,018
February		1,138	1,126	1,105
March		1,203	1,179	1,107
April		1,133	1,157	997
May		1,187	1,163	1,061
June		1,279	1,054	1,117
July	\$ 1,033	1,140	950 ^(b)	
August	1,049	1,242	1,029	
September	1,055	1,226	997	
October	1,032	1,187	935	
November	1,105	1,078	940	
December	1,131	1,130	1,042	

The second table includes the balances in the LGIP. The average monthly daily balances in the LGIP for the past five years have ranged from a low of \$2.216 billion during November 2002 to a high of \$4.521 billion during March 2002.

(Includes Balances in the Local Government Investment Pool)

<u>Month (Last Day)</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>
January		\$ 5,025	\$ 4,673	\$ 5,360
February		5,235	4,852	5,463
March		5,438	5,197	5,628
April		5,113	4,707	5,135
May		4,674	4,417	4,158
June		4,835	4,274	4,329
July	\$ 5,401	5,135	5,275 ^(b)	
August	4,785	4,580	4,785	
September	4,898	4,378	4,898	
October	4,328	3,922	4,328	
November	4,242	3,797	4,242	
December	4,737	4,090	4,737	

^(a) The following funds are available for interfund borrowing. The amounts shown reflect a reduction in the aggregate cash balances available to the extent any fund listed below has a negative balance and is subject to interfund borrowing.

Transportation	Common School
Conservation (Partial)	Normal School
Wisconsin Health Education Loan Repayment	University
Waste Management	Local Government Investment Pool
Wisconsin Election Campaign	Farms for the Future
Investment & Local Impact	Agrichemical Management
Elderly Property Tax Deferral	Historical Society Trust
Lottery	School Income Fund
Children's Trust	Benevolent
Racing	Groundwater
Work Injury Supplemental Benefit	Petroleum Storage Environmental Cleanup
Unemployment Compensation Interest Repayment	Environmental Improvement Fund
Uninsured Employers	Environmental
Health Insurance Risk Sharing Plan	Recycling
Local Government Property Insurance	University Trust Principal
Patients Compensation	Veterans Mortgage Loan Repayment
Mediation	State Building Trust
Medical Assistance	Agricultural College

^(b) The balances for July 31, 2004 and subsequent months are estimates.

GENERAL FUND RECORDED REVENUES^(a)
(Agency Recorded Basis)
July 1, 2003 to June 30, 2004 compared with previous year

	Annual Fiscal Report Revenues <u>2002-03 FY^(b)</u>	Projected Revenues <u>2003-04 FY^(c)</u>	Recorded Revenues July 1, 2002 to <u>June 30, 2003^(d)</u>	Recorded Revenues July 1, 2003 to <u>June 30, 2004^(e)</u>
Individual Income Tax	\$ 5,052,500,000	\$ 5,220,000,000	\$ 4,624,383,520	\$ 4,849,907,567
General Sales and Use Tax	3,738,000,000	3,900,000,000	3,374,524,671	3,515,894,222
Corporate Franchise and Income Tax	526,500,000	650,000,000	532,568,868	656,457,961
Public Utility Taxes	276,800,000	261,000,000	276,514,853	268,244,412
Excise Taxes	354,800,000	354,300,000	320,871,210	325,978,235
Inheritance Taxes	68,700,000	85,000,000	68,815,752	86,693,559
Insurance Company Taxes	114,900,000	125,000,000	90,087,405	95,686,338
Miscellaneous Taxes	67,500,000	75,100,000	90,085,274	89,871,865
SUBTOTAL.....	<u>\$ 10,199,700,000</u>	<u>\$ 10,670,400,000</u>	<u>9,377,851,554</u>	<u>9,888,734,158</u>
Federal and Other Inter- Governmental Revenues ^(f)	\$ 6,668,346,000	\$ 5,707,551,000	6,523,563,033	6,246,779,263
Dedicated and Other Revenues ^(g)	<u>3,815,875,000</u>	<u>1,931,197,500</u>	<u>3,823,197,770</u>	<u>5,214,521,339</u>
TOTAL.....	<u>\$ 20,683,921,000</u>	<u>\$ 18,309,148,500</u>	<u>\$ 19,724,612,357</u>	<u>\$ 21,350,034,760</u>

(a) Please refer to the cautionary statements contained on page 2 of this document. The cautionary statements are an integral part of this table. None of the data presented here has been subjected to customary fiscal period closing procedures or other procedures used in the preparation of a financial statement, including verification, reconciliation, and identified adjustments.

(b) The amounts are from the Annual Fiscal Report (budgetary basis) for FY03, dated October 10, 2003.

(c) The general fund taxes are based on the re-estimates of departmental revenues and expenditures that the Legislative Fiscal Bureau released on January 15, 2004 and the general fund tax collection estimates provided by the Legislative Fiscal Bureau on February 10, 2004. Projections do not reflect the recent Supreme Court decision concerning amendments to gaming compacts. Subsequent to the Supreme Court's decision, the State has received payments expected to be received by June 30, 2004 from all but one of the tribal governments. Discussions continue with the tribal governments regarding the outstanding payment and all payments due on or after June 30, 2005. Other projected revenues are based on the 2003-05 budget signed into law, with some partial vetoes, on July 24, 2003 by Governor Doyle (2003 Wisconsin Act 33).

(d) The amounts shown are FY 03 revenues as recorded by state agencies.

(e) The amounts shown are FY 04 revenues as recorded by state agencies.

(f) This category includes intergovernmental transfers. The amount of these transfers may vary greatly between fiscal years, and therefore, this category may not be comparable on a historical basis.

(g) Certain transfers between General Fund appropriations are recorded as both revenues and expenditures of the General Fund. The amount of these transfers may vary greatly between fiscal years, and therefore, this category may not be comparable on a historical basis.

GENERAL FUND RECORDED EXPENDITURES BY FUNCTION^(a)
(Agency Recorded Basis)
July 1, 2003 to June 30, 2004 compared with previous year

	Annual Fiscal Report Expenditures <u>2002-03 FY^(b)</u>	Appropriations <u>2003-04 FY^(c)</u>	Recorded Expenditures July 1, 2002 to <u>June 30, 2003^(d)</u>	Recorded Expenditures July 1, 2003 to <u>June 30, 2004^(e)</u>
Commerce.....	\$ 222,143,000	\$ 267,951,200	\$ 214,782,322	\$ 270,000,490
Education.....	9,087,026,000	7,372,173,100	9,077,294,168	9,308,007,709
Environmental Resources.....	264,282,000	252,915,200	256,210,177	174,897,331
Human Relations & Resources	8,630,020,000	7,704,344,000	8,450,668,962	7,879,374,217
General Executive.....	646,171,000	622,251,300	645,628,790	2,126,661,511
Judicial.....	109,697,000	110,945,700	106,118,860	107,154,470
Legislative.....	61,219,000	62,468,300	57,058,892	55,878,728
General Appropriations.....	<u>1,935,927,000</u>	<u>1,687,946,100</u>	<u>1,894,334,685</u>	<u>1,653,963,904</u>
TOTAL.....	<u>\$ 20,956,485,000</u>	<u>\$ 18,080,994,900</u>	<u>\$ 20,702,096,855</u>	<u>\$ 21,575,938,361</u>

(a) Please refer to the cautionary statements contained on page 2 of this document. The cautionary statements are an integral part of this table. None of the data presented here has been subjected to customary fiscal period closing procedures or other procedures used in the preparation of a financial statement, including verification, reconciliation, and identified adjustments.

(b) The amounts are from the Annual Fiscal Report (budgetary basis) for FY03, dated October 10, 2003.

(c) Estimated appropriations based on the 2003-05 budget signed into law, with some partial vetoes, on July 24, 2003 by Governor Doyle (2003 Wisconsin Act 33). The estimated appropriations do not reflect the re-estimates of expenditures that the Legislative Fiscal Bureau released on January 15, 2004.

(d) The amounts shown are FY 03 expenditures as recorded by state agencies.

(e) The amounts shown are FY 04 expenditures as recorded by state agencies.