



**WISCONSIN DEPARTMENT OF  
ADMINISTRATION**

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September 22, 2008

To the Users of This Report:

Re: Monthly Financial Information—July 2008

Please find attached the Report of Monthly General Fund Financial Information for the period ending July 31, 2008. All footnotes and additional information for the tables appear as endnotes on the last two pages of this report. This cover letter provides comment on the attached tables of General Fund financial information.

- **FY08 Ending Budgetary Balance/Preliminary Tax Collections.** The State will publish by October 15, 2008 its Annual Fiscal Report that will include the ending General Fund balance (budgetary-basis) for fiscal year **(FY)** 2008.

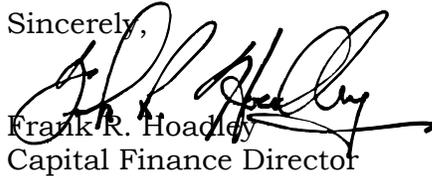
The Department of Revenue (**DOR**) has released preliminary general purpose revenue (**GPR**) tax collections for the 2007-08 fiscal year. These preliminary collections are \$423 million, or 3.4%, above the collections for the 2006-07 fiscal year, and \$173 million above the projected tax revenue estimates released by the Legislative Fiscal Bureau (**LFB**) on February 13, 2008. The preliminary GPR tax collection amounts are subject to final review prior to publication of the Annual Fiscal Report and do not offer any guidance on the ending General Fund balance (budgetary-basis) for FY08.

- **Settlement of Amended Gaming Compact.** On September 17, 2008, the State and a tribal government reached agreement on a new gaming compact amendment. This agreement is with the same tribal government that had not made its scheduled payments, pursuant to a previous amendment to its gaming compact, for both FY08 and previous years. As part of this new gaming compact amendment, the tribal government will make a \$60 million payment to the State upon notice of the gaming compact amendment being published in the Federal Register, and the parties agree on the methodology for payments due from the tribal government for each fiscal year, beginning with FY09.
- **Projected General Fund Cash Flow.** The projected General Fund cash flows for FY09 reflect (i) the budget for the 2007-09 biennium (2007 Wisconsin Act 20), (ii) the memorandum released by LFB on February 13, 2008, which contains updated General Fund tax revenue estimates (budgetary basis) for the 2007-09 biennium, (iii) the budget adjustment bill, as signed into law with some vetoes, by Governor Doyle on May 16, 2008 (2007 Wisconsin Act 226), and (iv) proceeds of, and impoundment payments for, the \$800 million of operating notes that were issued on July 1, 2008 and mature on June 15, 2009.

A complete copy of the LFB memorandum, along with additional information on the budget adjustment bill as signed into law, can be obtained by contacting the State of Wisconsin Capital Finance Office at any of the addresses included above.

- **Projected Negative Cash Balance.** The largest projected negative balance in FY09 is currently negative \$1.125 billion. This is expected to occur on June 15, 2009, but improves to negative \$766 million within seven days. Pursuant to Wisconsin Statutes, temporary reallocation (also referred to as interfund borrowing) and other additional remedies are available to deal with periods when the cash balance is negative. The interfund borrowing limit for FY09 is \$706 million with an additional \$424 million for a period of up to 30 days, which in aggregate is \$1.130 billion.

Sincerely,

A handwritten signature in black ink, appearing to read "Frank R. Hoadley", is written over the typed name and title.

Frank R. Hoadley  
Capital Finance Director

# Monthly General Fund Financial Information State of Wisconsin

## For the Period Ending July 31, 2008

Prepared by the Wisconsin Department of Administration

Prepared on September 22, 2008

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.

**PROJECTED GENERAL FUND CASH FLOW FOR FY09 REFLECTS THE BIENNIAL BUDGET FOR 2007-09 (2007 WISCONSIN ACT 20), UPDATED REVENUE ESTIMATES RELEASED BY THE LEGISLATIVE FISCAL BUREAU (LFB) ON FEBRUARY 13, 2008, THE BUDGET ADJUSTMENT BILL FOR THE 2007-09 BIENNIUM (2007 WISCONSIN ACT 226), AND \$800 MILLION OF OPERATING NOTES ISSUED ON JULY 1, 2008.**

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1. **Cautionary Information!**
2. **Actual General Fund Cash Flow for the Fiscal Year Ending June 30, 2008 (Cash Basis)**  
This corresponds to Table II-7, page 39, of the State of Wisconsin Continuing Disclosure Annual Report, December 21, 2007.
3. **Actual and Projected General Fund Cash Flow for the Fiscal Year Ending June 30, 2009 (Cash Basis)**  
This is a new table and corresponds to Table II-7, page 39, of the State of Wisconsin Continuing Disclosure Annual Report, December 21, 2007.
4. **General Fund Cash Flow Year-To-Date Compared to Estimates and Previous Fiscal Year (Cash Basis)**  
This corresponds to Table II-8, page 40, of the State of Wisconsin Continuing Disclosure Annual Report, December 21, 2007.
5. **General Fund Monthly Cash Position (Cash Basis)**  
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6. **Actual and Projected Cash Balances in Funds Available for Interfund Borrowing**  
This corresponds to Table II-10, page 42, of the State of Wisconsin Continuing Disclosure Annual Report, December 21, 2007.
7. **General Fund Recorded Revenues Year-to-Date Compared to Previous Fiscal Year (Agency Recorded Basis)**  
This corresponds to Table II-11, page 43, of the State of Wisconsin Continuing Disclosure Annual Report, December 21, 2007.
8. **General Fund Recorded Expenditures Year-to-Date Compared to Previous Fiscal Year (Agency Recorded Basis)**  
This corresponds to Table II-12, page 44, of the State of Wisconsin Continuing Disclosure Annual Report, December 21, 2007.
9. **Endnotes and Additional Information**

## Cautionary Information!

<b>Users of this information should be cautioned about several points:</b>
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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 most likely be restated or revised. 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 noted.
- The information does not intend to reflect the State’s projected budgetary balance for FY08 or FY09. The State is required to issue its Annual Fiscal Report (budgetary basis) for FY08 by October 15, 2008.
- Projections of results for dates after the date this information is prepared are forward looking. Actual results will almost certainly differ.
  - It is important to note that cash flow projections are expressed on a *cash basis* while the revenue estimates released by LFB are expressed on a *budgetary basis* and net of any refunds.
  - The projected General Fund cash flow for FY09 reflects the 2007-09 budget (2007 Wisconsin Act 20), the updated revenue estimates released by LFB on February 13, 2008, the budget adjustment bill for the 2007-09 biennium (2007 Wisconsin Act 226), and \$800 million of operating notes issued on July 1, 2008.
  - 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.
  - 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 the 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 information is presented on a cash basis of accounting while other data is presented on a budgetary or agency recorded basis. Users should not compare information that is presented on one basis of accounting with information that is presented on a different basis 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, 2007 TO JUNE 30, 2008<sup>(a)</sup>**

(In Thousands of Dollars)

	July 2007	August 2007	September 2007	October 2007	November 2007	December 2007	January 2008	February 2008	March 2008	April 2008	May 2008	June 2008
<b>BALANCES<sup>(c)</sup></b>												
<b>Beginning Balance</b>	\$ 49,148	\$ 349,749	\$ 638,780	\$ 723,620	\$ 1,417,676	\$ 1,131,328	\$ 446,854	\$ 1,364,065	\$ 1,117,488	\$ (212,538)	\$ 412,897	\$ 584,332
<b>Ending Balance<sup>(d)</sup></b>	349,749	638,780	723,620	1,417,676	1,131,328	446,854	1,364,065	1,117,488	(212,538)	412,897	584,332	24,835
<b>Lowest Daily Balance<sup>(d)</sup></b>	39,257	(441)	159,554	606,183	783,121	(285,238)	435,780	1,048,982	(212,538)	(648,410)	121,190	(576,399)
<b>RECEIPTS</b>												
<b>TAX RECEIPTS</b>												
Individual Income	\$ 682,211	\$ 500,798	\$ 651,858	\$ 695,206	\$ 521,419	\$ 459,790	\$ 1,112,129	\$ 574,257	\$ 578,486	\$ 1,193,252	\$ 411,259	\$ 860,989
Sales & Use	414,387	413,404	401,674	396,967	385,034	345,203	421,814	323,947	310,458	358,240	353,900	409,089
Corporate Income	35,238	20,042	154,364	51,110	31,669	174,535	21,726	30,498	188,247	49,678	42,495	144,842
Public Utility	20	20	509	1,871	148,786	987	56	20	94	1,111	154,287	213
Excise	30,620	34,376	36,523	27,764	36,994	26,518	28,435	74,544	47,280	51,023	53,713	55,139
Insurance	584	1,777	33,083	489	1,004	31,518	2,096	23,510	26,594	33,065	1,627	37,004
Inheritance	12,784	17,121	14,108	14,117	15,580	10,886	4,291	11,192	18,117	10,360	12,993	9,900
<b>Subtotal Tax Receipts</b>	<b>\$ 1,175,844</b>	<b>\$ 987,538</b>	<b>\$ 1,292,119</b>	<b>\$ 1,187,524</b>	<b>\$ 1,140,486</b>	<b>\$ 1,049,437</b>	<b>\$ 1,590,547</b>	<b>\$ 1,037,968</b>	<b>\$ 1,169,276</b>	<b>\$ 1,696,729</b>	<b>\$ 1,030,274</b>	<b>\$ 1,517,176</b>
<b>NON-TAX RECEIPTS</b>												
Federal	579,248	553,559	479,277	518,519	557,015	504,290	650,871	609,628	553,043	450,485	715,921	509,436
Other & Transfers	397,510	231,439	414,249	418,712	264,756	215,831	457,837	507,579	230,775	315,770	241,706	587,733
Note Proceeds <sup>(e)</sup>	594,000	-	-	-	-	-	-	-	-	-	-	-
<b>Subtotal Non-Tax Receipts</b>	<b>\$ 1,570,758</b>	<b>\$ 784,998</b>	<b>\$ 893,526</b>	<b>\$ 937,231</b>	<b>\$ 821,771</b>	<b>\$ 720,121</b>	<b>\$ 1,108,708</b>	<b>\$ 1,117,207</b>	<b>\$ 783,818</b>	<b>\$ 766,255</b>	<b>\$ 957,627</b>	<b>\$ 1,097,169</b>
<b>TOTAL RECEIPTS</b>	<b>\$ 2,746,602</b>	<b>\$ 1,772,536</b>	<b>\$ 2,185,645</b>	<b>\$ 2,124,755</b>	<b>\$ 1,962,257</b>	<b>\$ 1,769,558</b>	<b>\$ 2,699,255</b>	<b>\$ 2,155,175</b>	<b>\$ 1,953,094</b>	<b>\$ 2,462,984</b>	<b>\$ 1,987,901</b>	<b>\$ 2,614,345</b>
<b>DISBURSEMENTS</b>												
Local Aids	1,088,886	170,143	841,399	120,205	928,976	1,293,374	244,301	255,745	1,358,278	113,409	274,666	1,958,842
Income Maintenance	554,657	462,141	430,767	475,577	408,147	473,582	425,771	484,702	438,158	484,009	356,006	338,683
Payroll and Related	293,794	439,220	257,475	384,708	457,197	272,879	447,230	491,507	258,898	398,933	435,843	289,695
Tax Refunds	114,634	89,140	53,251	63,034	69,419	157,306	100,895	567,085	409,708	384,057	160,371	156,033
Debt Service	95,411	5,720	170,526	-	3,239	-	-	1,500	330,346	-	12,688	-
Miscellaneous	294,406	317,141	347,387	387,175	381,627	256,891	563,847	450,369	331,924	301,106	420,593	430,589
Note Repayment <sup>(e)</sup>	4,213	-	-	-	-	-	-	150,844	155,808	156,035	156,299	-
<b>TOTAL DISBURSEMENTS</b>	<b>\$ 2,446,001</b>	<b>\$ 1,483,505</b>	<b>\$ 2,100,805</b>	<b>\$ 1,430,699</b>	<b>\$ 2,248,605</b>	<b>\$ 2,454,032</b>	<b>\$ 1,782,044</b>	<b>\$ 2,401,752</b>	<b>\$ 3,283,120</b>	<b>\$ 1,837,549</b>	<b>\$ 1,816,466</b>	<b>\$ 3,173,842</b>

Note: All footnotes to this table appear on the last two pages of this report in the section entitled "Endnotes and Additional Information".

**ACTUAL GENERAL FUND CASH FLOW; JULY 1, 2008 TO JULY 31, 2008**  
**PROJECTED GENERAL FUND CASH FLOW; AUGUST 1, 2008 TO JUNE 30, 2009<sup>(a) (b)</sup>**

(In Thousands of Dollars)

	July 2008	August 2008	September 2008	October 2008	November 2008	December 2008	January 2009	February 2009	March 2009	April 2009	May 2009	June 2009
<b>BALANCES<sup>(c)</sup></b>												
<b>Beginning Balance</b>	\$ 24,835	\$ 172,120	\$ 637,106	\$ 836,602	\$ 1,281,302	\$ 968,907	\$ 360,519	\$ 1,171,690	\$ 1,068,280	\$ (324,548)	\$ 130,114	\$ 355,932
<b>Ending Balance<sup>(d)</sup></b>	172,120	637,106	836,602	1,281,302	968,907	360,519	1,171,690	1,068,280	(324,548)	130,114	355,932	(471,980)
<b>Lowest Daily Balance<sup>(d)</sup></b>	17,165	(77,503)	164,645	552,310	684,052	(522,175)	216,152	824,232	(324,548)	(714,273)	(142,245)	(1,124,563)
<b>RECEIPTS</b>												
<b>TAX RECEIPTS</b>												
Individual Income	\$ 599,419	\$ 448,835	\$ 831,843	\$ 652,185	\$ 470,404	\$ 555,940	\$ 1,088,287	\$ 600,673	\$ 613,719	\$ 1,025,393	\$ 540,072	\$ 688,256
Sales & Use	424,497	407,700	403,400	395,900	380,600	353,400	425,200	326,400	315,800	359,800	362,900	395,600
Corporate Income	29,250	21,600	159,700	33,700	28,300	163,800	28,600	20,300	215,400	43,200	22,300	158,600
Public Utility	61	-	200	4,100	156,900	1,600	100	1,200	200	2,900	159,400	900
Excise	68,383	55,200	55,300	54,000	53,400	49,300	51,000	47,200	41,600	47,800	51,000	54,100
Insurance	712	1,814	31,174	814	1,578	40,185	2,978	21,558	28,211	31,639	1,861	33,748
Inheritance	12,093	10,318	10,317	-	-	-	-	-	-	-	-	-
<b>Subtotal Tax Receipts</b>	<b>\$ 1,134,415</b>	<b>\$ 945,467</b>	<b>\$ 1,491,934</b>	<b>\$ 1,140,699</b>	<b>\$ 1,091,182</b>	<b>\$ 1,164,225</b>	<b>\$ 1,596,165</b>	<b>\$ 1,017,331</b>	<b>\$ 1,214,930</b>	<b>\$ 1,510,732</b>	<b>\$ 1,137,533</b>	<b>\$ 1,331,204</b>
<b>NON-TAX RECEIPTS</b>												
Federal	563,248	572,911	496,032	536,646	576,488	521,920	673,625	630,940	507,525	540,249	572,436	641,030
Other & Transfers	514,783	285,161	483,628	376,041	282,545	233,232	465,544	556,921	283,616	340,483	287,272	424,360
Note Proceeds <sup>(e)</sup>	801,840	-	-	-	-	-	-	-	-	-	-	-
<b>Subtotal Non-Tax Receipts</b>	<b>\$ 1,879,871</b>	<b>\$ 858,072</b>	<b>\$ 979,660</b>	<b>\$ 912,687</b>	<b>\$ 859,033</b>	<b>\$ 755,152</b>	<b>\$ 1,139,169</b>	<b>\$ 1,187,861</b>	<b>\$ 791,141</b>	<b>\$ 880,732</b>	<b>\$ 859,708</b>	<b>\$ 1,065,390</b>
<b>TOTAL RECEIPTS</b>	<b>\$ 3,014,286</b>	<b>\$ 1,803,539</b>	<b>\$ 2,471,594</b>	<b>\$ 2,053,386</b>	<b>\$ 1,950,215</b>	<b>\$ 1,919,377</b>	<b>\$ 2,735,334</b>	<b>\$ 2,205,192</b>	<b>\$ 2,006,071</b>	<b>\$ 2,391,464</b>	<b>\$ 1,997,241</b>	<b>\$ 2,396,594</b>
<b>DISBURSEMENTS</b>												
Local Aids	1,172,822	168,144	881,752	155,897	1,025,475	1,331,112	245,207	282,190	1,357,945	111,512	160,021	1,969,005
Income Maintenance	636,352	426,412	463,487	499,007	403,477	450,789	443,039	418,166	410,209	448,219	338,725	229,859
Payroll and Related	474,451	355,967	353,579	511,227	384,195	358,393	522,558	395,680	286,440	436,168	386,805	384,555
Tax Refunds	76,352	54,700	43,900	42,600	52,000	122,100	130,900	549,900	473,200	395,000	156,800	166,300
Debt Service	104,317	5,720	170,526	-	3,239	-	-	1,537	327,165	-	28,837	-
Miscellaneous	392,867	327,610	358,854	399,955	394,224	265,371	582,459	465,236	338,207	340,170	494,502	474,787
Note Repayment <sup>(e)</sup>	9,840	-	-	-	-	-	-	195,893	205,733	205,733	205,733	-
<b>TOTAL DISBURSEMENTS</b>	<b>\$ 2,867,001</b>	<b>\$ 1,338,553</b>	<b>\$ 2,272,098</b>	<b>\$ 1,608,686</b>	<b>\$ 2,262,610</b>	<b>\$ 2,527,765</b>	<b>\$ 1,924,163</b>	<b>\$ 2,308,602</b>	<b>\$ 3,398,899</b>	<b>\$ 1,936,802</b>	<b>\$ 1,771,423</b>	<b>\$ 3,224,506</b>

Note: All footnotes to this table appear on the last two pages of this report in the section entitled "Endnotes and Additional Information".

**GENERAL FUND CASH RECEIPTS AND DISBURSEMENTS YEAR-TO-DATE  
 COMPARED TO ESTIMATES AND PREVIOUS FISCAL YEAR<sup>(a)</sup>  
 (Cash Basis)  
 As of July 31, 2008  
 (Amounts in Thousands)**

	<u>FY08 through July 2007</u>	<u>FY09 through July 2008</u>				Difference FY08 Actual to FY09 Actual
	Actual	Actual	Estimate <sup>(b)</sup>	Variance	Adjusted Variance <sup>(f)</sup>	
<b>RECEIPTS</b>						
<b>Tax Receipts</b>						
Individual Income	\$ 682,211	\$ 599,419	\$ 638,593	\$ (39,174)	(39,174)	\$ (82,792)
Sales	414,387	424,497	404,200	20,297	20,297	10,110
Corporate Income	35,238	29,250	27,000	2,250	2,250	(5,988)
Public Utility	20	61	100	(39)	(39)	41
Excise	30,620	68,383	58,800	9,583	9,583	37,763
Insurance	584	712	782	(70)	(70)	128
Inheritance	12,784	12,093	10,318	1,775	1,775	(691)
<b>Total Tax Receipts</b>	<b>\$ 1,175,844</b>	<b>\$ 1,134,415</b>	<b>\$ 1,139,793</b>	<b>\$ (5,378)</b>	<b>\$ (5,378)</b>	<b>\$ (41,429)</b>
<b>Non-Tax Receipts</b>						
Federal	\$ 579,248	\$ 563,248	\$ 599,498	\$ (36,250)	\$ (36,250)	\$ (16,000)
Other and Transfers	397,510	514,783	314,845	199,938	199,938	117,273
Note Proceeds <sup>(e)</sup>	594,000	801,840	801,840	-	-	207,840
<b>Total Non-Tax Receipts</b>	<b>\$ 1,570,758</b>	<b>\$ 1,879,871</b>	<b>\$ 1,716,183</b>	<b>\$ 163,688</b>	<b>\$ 163,688</b>	<b>\$ 309,113</b>
<b>TOTAL RECEIPTS</b>	<b>\$ 2,746,602</b>	<b>\$ 3,014,286</b>	<b>\$ 2,855,976</b>	<b>\$ 158,310</b>	<b>\$ 158,310</b>	<b>\$ 267,684</b>
<b>DISBURSEMENTS</b>						
Local Aids	\$ 1,088,886	\$ 1,172,822	\$ 1,190,140	\$ 17,318	\$ 17,318	\$ 83,936
Income Maintenance	554,657	636,352	589,563	(46,789)	(46,789)	81,695
Payroll & Related	293,794	474,451	467,102	(7,349)	(7,349)	180,657
Tax Refunds	114,634	76,352	31,700	(44,652)	(44,652)	(38,282)
Debt Service	95,411	104,317	103,176	(1,141)	(1,141)	8,906
Miscellaneous	294,406	392,867	296,359	(96,508)	(96,508)	98,461
Note Repayment <sup>(e)</sup>	4,213	9,840	9,840	-	-	5,627
<b>TOTAL DISBURSEMENTS</b>	<b>\$ 2,446,001</b>	<b>\$ 2,867,001</b>	<b>\$ 2,687,880</b>	<b>\$ (179,121)</b>	<b>\$ (179,121)</b>	<b>\$ 421,000</b>
<b>VARIANCE FY09 YEAR-TO-DATE</b>				<b>\$ (20,811)</b>	<b>\$ (20,811)</b>	

Note: All footnotes to this table appear on the last two pages of this report in the section entitled "Endnotes and Additional Information".

**GENERAL FUND MONTHLY CASH POSITION<sup>(c)</sup>**  
**July 1, 2006 through July 31, 2008 — Actual**  
**August 1, 2008 through June 30, 2009 — Estimated<sup>(b)</sup>**  
(Amounts in Thousands)

	<u>Starting Date</u>	<u>Starting Balance</u>		<u>Receipts<sup>(e)</sup></u>	<u>Disbursements<sup>(e)</sup></u>
2006	July.....	\$ 4,563	(d)	\$ 1,920,630	\$ 2,121,122
	August.....	(195,929)	(d)	1,695,545	1,391,455
	September.....	108,161	(d)	2,288,498	2,041,092
	October.....	355,567		2,130,549	1,373,404
	November.....	1,112,712		1,856,520	2,086,743
	December.....	882,489	(d)	1,791,636	2,501,552
2007	January.....	172,573		2,570,733	1,717,796
	February.....	1,025,510		1,949,875	1,947,201
	March.....	1,028,184	(d)	1,869,287	2,934,724
	April.....	(37,253)	(d)	2,548,712	1,896,578
	May.....	614,881		2,009,550	1,525,908
	June.....	1,098,523	(d)	2,307,089	3,356,463
	July.....	49,149		2,746,602	2,446,001
	August.....	349,750	(d)	1,772,536	1,483,505
	September.....	638,781		2,185,645	2,100,805
	October.....	723,621		2,124,755	1,430,699
	November.....	1,417,677		1,962,257	2,248,605
	December.....	1,131,329	(d)	1,769,558	2,454,032
2008	January.....	446,855		2,699,255	1,782,044
	February.....	1,364,066		2,155,175	2,401,752
	March.....	1,117,489	(d)	1,953,094	3,283,120
	April.....	(212,537)	(d)	2,462,984	1,837,549
	May.....	412,898		1,987,901	1,816,466
	June.....	584,333	(d)	2,614,345	3,173,842
	July.....	24,836		3,014,286	2,867,001
	August.....	172,121	(d)	1,803,539	1,338,553
	September.....	637,107		2,471,594	2,272,098
	October.....	836,603		2,053,386	1,608,686
	November.....	1,281,303		1,950,215	2,262,610
	December.....	968,908	(d)	1,919,377	2,527,765
2009	January.....	360,520		2,735,334	1,924,163
	February.....	1,171,691		2,205,192	2,308,602
	March.....	1,068,281	(d)	2,006,071	3,398,899
	April.....	(324,547)	(d)	2,391,464	1,936,802
	May.....	130,115	(d)	1,997,241	1,771,423
	June.....	355,933	(d)	2,396,594	3,224,506

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Note: All footnotes to this table appear on the last two pages of this report in the section entitled "Endnotes and Additional Information".

**CASH BALANCES IN FUNDS AVAILABLE FOR INTERFUND BORROWING<sup>(g)</sup>**

**July 31, 2006 to July 31, 2008 — Actual**  
**August 30, 2008 to June 30, 2009 — Projected<sup>(h)</sup>**

**(Amounts in Millions)**

The following two tables show, on a monthly basis, the cash balances available for temporary reallocation, also referred to as interfund borrowing. The first table does not include balances in the Local Government Investment Pool (LGIP) and the second table does include such balances. Though 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. The monthly average daily balances in the LGIP for the past five years have ranged from a low of \$2.2 billion during November 2005 to a high of \$4.2 billion during August 2008. The Secretary of Administration may not exercise the authority to complete interfund borrowing if it would jeopardize the cash flow of any fund or account from which interfund borrowing would be made.

**Available Balances; Does Not Include Balances in the LGIP**

<u>Month (Last Day)</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
January .....		\$ 1,048	\$ 1,203	\$ 1,203
February .....		1,131	1,265	1,265
March .....		1,154	1,298	1,298
April .....		1,114	1,211	1,211
May .....		1,202	1,166	1,166
June .....		1,208	1,079	1,079
July .....	\$ 932	1,141	910	
August .....	1,052	1,204	1,204	
September .....	1,067	1,204	1,205	
October .....	925	1,110	1,110	
November .....	966	1,229	1,229	
December .....	1,019	1,244	1,244	

**Available Balances; Includes Balances in the LGIP**

<u>Month (Last Day)</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
January .....		\$ 4,509	\$ 4,943	\$ 4,943
February .....		4,773	5,255	5,255
March .....		4,860	5,453	5,453
April .....		4,593	5,273	5,273
May .....		4,408	5,010	5,010
June .....		4,536	4,813	4,813
July .....	\$ 4,218	4,862	5,422	
August .....	3,978	4,383	4,383	
September .....	3,845	4,264	4,264	
October .....	3,361	3,900	3,900	
November .....	3,477	4,017	4,017	
December .....	3,764	4,141	4,141	

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Note: All footnotes to this table appear on the last two pages of this report in the section entitled “Endnotes and Additional Information”.

**GENERAL FUND RECORDED REVENUES<sup>(a)</sup>**  
**(Agency Recorded Basis)**  
**July 1, 2008 to July 31, 2008 compared with previous year**

	<u>Revenues</u> <u>2007-08 FY</u>	<u>Projected</u> <u>Revenues</u> <u>2008-09 FY<sup>(b)</sup></u>	<u>Recorded Revenues</u> <u>July 1, 2007 to</u> <u>July 31, 2007<sup>(h)</sup></u>	<u>Recorded Revenues</u> <u>July 1, 2008 to</u> <u>July 31, 2008<sup>(i)</sup></u>
Individual Income Tax .....		\$ 6,965,000,000	\$ 628,022,868	\$ 600,311,461
General Sales and Use Tax .....		4,295,000,000	416,578,940	424,497,373
Corporate Franchise and Income Tax .....		830,000,000	24,999,513	29,249,860
Public Utility Taxes .....		316,200,000	0	0
Excise Taxes .....		617,300,000	30,148,003	68,382,743
Inheritance Taxes .....		30,000,000	12,678,500	2,008,539
Insurance Company Taxes .....		160,000,000	0	0
Miscellaneous Taxes .....		73,000,000	7,996,861	1,911,930
<b>SUBTOTAL.....</b>		<b>13,286,500,000</b>	<b>1,120,424,685</b>	<b>1,126,361,906</b>
Federal and Other Inter- Governmental Revenues <sup>(j)</sup> .....		6,457,183,500	598,262,631	589,040,300
Dedicated and Other Revenues <sup>(k)</sup> .....		4,698,803,200	249,344,089	297,545,076
<b>TOTAL.....</b>		<b>\$ 24,442,486,700</b>	<b>\$ 1,968,031,405</b>	<b>\$ 2,012,947,281</b>

Not Available; Final Revenues for FY08 will be included in the Annual Fiscal Report for the 2007-08 fiscal year, which is expected to be available no later than October 15, 2008.

**GENERAL FUND RECORDED EXPENDITURES BY FUNCTION<sup>(a)</sup>**  
**(Agency Recorded Basis)**  
**July 1, 2008 to July 31, 2008 compared with previous year**

	<u>Expenditures</u> <u>2007-08 FY</u>	<u>Appropriations</u> <u>2008-09 FY<sup>(b)</sup></u>	<u>Recorded</u> <u>Expenditures</u> <u>July 1, 2007 to</u> <u>July 31, 2007<sup>(l)</sup></u>	<u>Recorded</u> <u>Expenditures</u> <u>July 1, 2008 to</u> <u>July 31, 2008<sup>(m)</sup></u>
Commerce.....		\$ 294,718,400	\$ 10,645,607	\$ 14,152,525
Education.....		11,216,515,600	468,948,174	539,392,283
Environmental Resources.....		380,037,300	7,572,132	7,691,772
Human Relations & Resources .....		9,577,562,400	814,192,885	932,996,093
General Executive.....		963,061,100	134,115,404	154,297,652
Judicial.....		127,641,200	6,228,813	23,599,226
Legislative.....		70,324,700	1,752,069	1,889,158
General Appropriations.....		2,177,798,400	858,809,980	933,334,529
<b>TOTAL.....</b>		<b>\$ 24,807,659,100</b>	<b>\$ 2,302,265,064</b>	<b>\$ 2,607,353,238</b>

Not Available; Final expenditures for FY08 will be included in the Annual Fiscal Report for the 2007-08 fiscal year, which is expected to be available no later than October 15, 2008.

Note: All footnotes to these tables appear on the last two pages of this report in the section entitled "Endnotes and Additional Information".

## ENDNOTES AND ADDITIONAL INFORMATION

- (a) Please refer to the cautionary statements at the beginning 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) The projections or estimates for FY09 reflect the budget for FY09 (2007 Wisconsin Act 20), the updated General Fund revenue estimates released by LFB on February 13, 2008, and the budget adjustment bill (2007 Wisconsin Act 226). The projections also reflect (i) proceeds of \$800 million in operating notes issued on July 1, 2008 and the resulting impoundment payments to be made on February 28, 2009, March 31, 2009, April 30, 2009, and May 29, 2009, and (ii) assumption that the State will receive approximately \$75 million pursuant to the amended gaming compacts with tribal governments. Amounts do not reflect interfund borrowing.

A complete copy of the February 13, 2008 memorandum containing LFB's updated General Fund revenue estimates and additional information on the budget adjustment bill can be obtained by contacting the State of Wisconsin Capital Finance Office.

- (c) The General Fund cash balances presented 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 \$206 to \$350 million during FY09. In addition, the General Fund holds deposits for several escrow accounts pursuant to court orders or federal rulings. These funds are expected to average \$10 million during FY09.
- (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 \$706 million for FY09. 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 \$424 million for FY09) 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.
- (e) Operating notes were not issued for FY07, \$600 million of operating notes were issued on July 2, 2007 for FY08 and \$800 million of operating notes were issued on July 1, 2008 for FY09. The February 28, 2009 impoundment payment reflects the premium received on July 1, 2008 and deposited into the Operating Note Redemption Fund.
- (f) Changes are sometimes made after the beginning of the fiscal year to the projected revenues and disbursements. Depending on when these changes occur, there are situations in which prior estimates can not be changed and the result is a large variance. This column may include adjustments to the variances to more accurately reflect the variance between the estimated and actual amounts.
- (g) The amounts shown reflect a reduction in the aggregate cash balances available to the extent any fund has a negative balance and is subject to interfund borrowing.
- (h) The amounts shown are FY08 revenues as recorded by state agencies. The amounts shown do not include additional revenues for FY07 that were recorded by State agencies during the month of July, 2007.
- (i) The amounts shown are FY09 general purpose revenues and program revenue taxes collected across all state agencies. There may be differences between the tax revenues shown in this report and those that may be reported by the Department of Revenue from time to time in their monthly general purpose revenue collections report; the Department of Revenue report only includes general purpose revenues or taxes that are actually collected by the Department of Revenue. The amounts shown do not include additional revenues for FY08 that were recorded by State agencies during the month of July, 2008.
- (j) 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.
- (k) 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.

- (l) The amounts shown are FY08 expenditures as recorded by state agencies. The amounts shown do not include additional expenditures for FY07 that were recorded by State agencies during the month of July, 2007.
- (m) The amounts shown are FY09 expenditures as recorded by all state agencies. The amounts shown do not include additional expenditures for FY08 that were recorded by State agencies during the month of July, 2008.

Additional information regarding the tables on the previous pages.

*Tribal Government Payments.* In May 2004, the Wisconsin Supreme Court ruled that certain amendments to the gaming compacts with tribal governments were unconstitutional. Although this decision concerned only an amendment to a gaming compact with one tribal government, the reasoning of the opinion applied to similar amendments to other gaming compacts that were executed on or after January 1, 2003. Subsequent to the Wisconsin Supreme Court's decision, the State still received in FY04 the expected payments from all but one tribal government, which did not make its payment of about \$30 million.

In FY05, the State received the expected payments from all but two tribal governments. One tribal government placed its payment of nearly \$44 million in escrow for release to the State upon completion of a new amendment to its gaming compact. The other tribal government did not make its payment of about \$30 million.

In FY06, budget and General Fund cash receipts assumed that the State would receive approximately \$146 million pursuant to the amended gaming compacts with tribal governments. This amount reflected (i) \$73 million, which was the estimate of all payments due in FY06, and (ii) \$74 million, which was an estimate of payments due in previous fiscal years that were expected to be made in FY06 by two tribal governments. With respect to the estimated \$73 million of payments due in FY06, the estimated amount due was subsequently revised downward to \$67 million to reflect provisions of the compacts with the tribal governments, and the State received payments totaling \$44 million from all but one tribal government. The State and this tribal government continue arbitration with respect to this tribal government's amended gaming compact. With respect to the estimated \$74 million of payments due in previous fiscal years that were expected to be made in FY06, the State received payments from the two tribal governments that equal this amount.

On July 14, 2006, the Wisconsin Supreme Court held that a 1993 amendment to the gambling provision of the Wisconsin Constitution did not invalidate or affect the extension, renewal, or amendment of State-tribal compacts originally executed in 1991 and 1992. In addition, the Wisconsin Supreme Court overruled a portion of its earlier decision from 2004 that had invalidated compact amendments from 2003 that allowed tribes to offer additional games beyond those agreed to in the original tribal compacts.

In FY07, budget and General Fund cash receipts assumed that the State will receive approximately \$112 million pursuant to the amended gaming compacts with tribal governments. This amount reflected (i) \$82 million, which is the estimate of all payments due in FY07, and (ii) \$30 million, which is an estimate of a payment due in the previous biennium that is expected to be made in FY07 by a tribal government. With respect to the estimated \$82 million of payments due in FY07, the estimated amount was subsequently revised downward to \$70 million pursuant to provisions of the compacts and the State received payments totaling \$51 million from all but one tribal government. With respect to the estimated \$30 million payment due in a previous biennium, the State did not receive such payment. It is the same tribal government that did not make its scheduled payment in FY07, the \$30 million payment due in a previous biennium, and its scheduled payment due in FY06. The State and this tribal government continue arbitration with respect to this tribal government's amended gaming compact.

In FY08, budget and General Fund cash receipts assumed that the State will receive approximately \$124 million pursuant to the amended gaming compacts with tribal governments. This amount reflected (i) \$72 million, which is the estimate of all payments due in FY08, and (ii) \$52 million, which is an estimate of payments due in previous years from a tribal government that are expected to be made in FY08. With respect to the estimated \$72 million of payments due in FY08, the State received payments totaling \$44 million, invoiced two other tribal governments for which payments will be forthcoming, and had not yet received payment from one tribal government. With respect to the estimated \$52 million of payments due in previous years, the State had not received such payments.

It is the same tribal government that did not make its scheduled payment in FY08 and the payments due in previous years. On September 17, 2008, the State and this tribal government reached agreement on a new gaming compact amendment. As part of this new gaming compact amendment, this tribal government will make a \$60 million payment to the State upon notice of the gaming compact amendment being published in the Federal Register, and the parties agree on the methodology for payments due from the tribal government for each fiscal year, beginning with FY09.

The FY09 budget and projected General Fund cash receipts assume that the State will receive approximately \$75 million pursuant to the amended gaming compacts with tribal governments.