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October 8, 2009

To the Users of This Report:

Re: General Fund Monthly Financial Information—August 2009

Please find attached the Report of Monthly General Fund Financial Information for the period ending August 31, 2009. All footnotes and additional information for the tables appear on the last two pages as endnotes to this report.

This cover letter provides comment on the attached tables of General Fund financial information.

- ***Preliminary FY09 Tax Collections.*** On September 1, 2009, the Department of Revenue (**DOR**) released preliminary general purpose revenue (**GPR**) tax collections for FY09. The preliminary collections for FY09 are \$12.115 billion, or about \$928 million below (or down 7.1%) the collections for FY08 but only \$2 million below the projected tax revenue estimates released by the Legislative Fiscal Bureau (**LFB**) on May 11, 2009.

The preliminary GPR tax collection amounts for FY09 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 FY09.

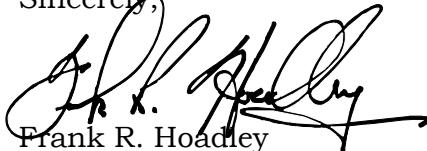
- ***Projected FY09 Ending Balance.*** The State will issue by October 15, 2009 its Annual Fiscal Report that will include the ending general fund balance (budgetary-basis) for FY09. Based on the General Fund tax revenue estimates in the May 11, 2009 Legislative Fiscal Bureau (**LFB**) memorandum and provisions of 2009 Wisconsin Acts 11 and 23 and the 2009-11 biennial budget (2009 Wisconsin Act 28), an ending General Fund balance (budgetary-basis) of \$70 million is projected for FY09.

The Annual Fiscal Report (budgetary basis) for FY09 will include the actual ending General Fund balance for FY09. This report will be published by October 15, 2009 and available at that time at www.doa.state.wi.us/capitalfinance or by contacting this office.

- **FY10 General Fund Cash Flow Projections.** The tables in the attached report that include FY10 projections (cash basis) reflect:
 - 2009 Wisconsin Act 2 and the 2009-11 biennial budget (2009 Wisconsin Act 28)
 - \$1.002 billion of certain federal economic stimulus money the State is expected to receive, which includes \$606 million for medical assistance programs, \$237 million for education aids, \$76 million for shared revenues, and \$83 million for other various purposes. This is only a portion of the federal economic stimulus money the State has received or expects to receive.
 - Revised General Fund tax revenue estimates released by LFB on May 11, 2009, as modified on May 14, 2009.
 - \$800 million of operating note proceeds and the resulting impoundment payments.

Please contact this office with any questions or to request a copy of any item referenced above or in the attached report.

Sincerely,



Frank R. Hoadley
Capital Finance Director

Monthly General Fund Financial Information State of Wisconsin

For the Period Ending August 31, 2009

Prepared by the Wisconsin Department of Administration

Prepared on October 7, 2009

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 FY10 REFLECTS REVISED GENERAL FUND TAX REVENUE ESTIMATES RELEASED BY THE LEGISLATIVE FISCAL BUREAU (LFB) ON MAY 11, 2009 (AS MODIFIED ON MAY 14, 2009), 2009-11 BIENNIAL BUDGET (2009 WISCONSIN ACT 28), \$1.002 BILLION OF CERTAIN FEDERAL ECONOMIC STIMULUS MONEY THE STATE HAS RECEIVED OR EXPECTS TO RECEIVE, AND \$800 MILLION OF OPERATING NOTE PROCEEDS AND THE RESULTING IMPOUNDMENT PAYMENTS.

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

Users of this information should be cautioned about several points:

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 FY09 or FY10. The State is required to issue its Annual Fiscal Report (budgetary basis) for FY09 by October 15, 2009.
- 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 DOR 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.
 - 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, 2008 TO JUNE 30, 2009 ^(a)

(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 |
|--|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| BALANCES^(c) | | | | | | | | | | | | |
| Beginning Balance | \$ 24,835 | \$ 172,120 | \$ 464,375 | \$ 895,808 | \$ 1,403,014 | \$ 1,127,538 | \$ 410,515 | \$ 1,092,877 | \$ 806,618 | \$ (495,304) | \$ 25,401 | \$ 46,102 |
| Ending Balance ^(d) | 172,120 | 464,375 | 895,808 | 1,403,014 | 1,127,538 | 410,515 | 1,092,877 | 806,618 | (495,304) | 25,401 | 46,102 | (147,352) |
| Lowest Daily Balance ^(d) | 17,165 | (74,304) | 125,448 | 395,498 | 868,079 | (238,871) | 410,515 | 779,066 | (495,304) | (624,085) | (272,003) | (1,018,864) |
| RECEIPTS | | | | | | | | | | | | |
| TAX RECEIPTS | | | | | | | | | | | | |
| Individual Income | \$ 599,419 | \$ 416,459 | \$ 852,654 | \$ 635,921 | \$ 448,743 | \$ 530,156 | \$ 1,006,460 | \$ 545,149 | \$ 670,829 | \$ 998,549 | \$ 401,364 | \$ 742,893 |
| Sales & Use | 424,497 | 414,465 | 400,891 | 405,299 | 372,531 | 327,928 | 401,249 | 317,588 | 294,522 | 331,356 | 329,407 | 366,707 |
| Corporate Income | 29,250 | 34,416 | 144,769 | 36,415 | 25,102 | 137,104 | 22,307 | 23,474 | 136,888 | 48,873 | 23,157 | 181,269 |
| Public Utility | 61 | 150 | 1,178 | 4,977 | 166,701 | 115 | 128 | 191 | 4 | 1,474 | 160,996 | 195 |
| Excise | 68,383 | 58,369 | 61,880 | 62,978 | 52,292 | 50,023 | 54,133 | 49,301 | 49,764 | 48,873 | 50,277 | 55,632 |
| Insurance | 712 | 1,106 | 37,504 | 440 | 1,372 | 36,557 | 3,671 | 18,941 | 17,457 | 26,148 | 643 | 31,179 |
| Inheritance | 12,093 | 10,971 | 7,118 | 3,216 | 458 | 453 | 754 | 580 | 650 | 143 | 169 | 464 |
| Subtotal Tax Receipts | \$ 1,134,415 | \$ 935,936 | \$ 1,505,994 | \$ 1,149,246 | \$ 1,067,199 | \$ 1,082,336 | \$ 1,488,702 | \$ 955,224 | \$ 1,170,114 | \$ 1,455,416 | \$ 966,013 | \$ 1,378,339 |
| NON-TAX RECEIPTS | | | | | | | | | | | | |
| Federal ^(b) | 563,248 | 566,365 | 480,475 | 697,621 | 505,320 | 695,264 | 617,061 | 736,395 | 626,896 | 978,945 | 752,133 | 1,199,101 |
| Other & Transfers | 514,783 | 206,097 | 514,202 | 574,653 | 260,962 | 248,921 | 417,508 | 497,953 | 431,782 | 817,033 | 290,015 | 610,664 |
| Note Proceeds ^(e) | 801,840 | - | - | - | - | - | - | - | - | - | - | - |
| Subtotal Non-Tax Receipts | \$ 1,879,871 | \$ 772,462 | \$ 994,677 | \$ 1,272,274 | \$ 766,282 | \$ 944,185 | \$ 1,034,569 | \$ 1,234,348 | \$ 1,058,678 | \$ 1,795,978 | \$ 1,042,148 | \$ 1,809,765 |
| TOTAL RECEIPTS | \$ 3,014,286 | \$ 1,708,398 | \$ 2,500,671 | \$ 2,421,520 | \$ 1,833,481 | \$ 2,026,521 | \$ 2,523,271 | \$ 2,189,572 | \$ 2,228,792 | \$ 3,251,394 | \$ 2,008,161 | \$ 3,188,104 |
| DISBURSEMENTS | | | | | | | | | | | | |
| Local Aids | 1,172,822 | 130,313 | 881,727 | 181,686 | 1,026,759 | 1,344,140 | 232,877 | 276,002 | 1,395,788 | 144,399 | 237,762 | 2,092,430 |
| Income Maintenance | 636,352 | 425,402 | 352,616 | 720,279 | 433,319 | 506,686 | 437,842 | 455,947 | 446,256 | 1,166,590 | 635,765 | 374,712 |
| Payroll and Related | 474,451 | 427,624 | 275,539 | 508,109 | 287,731 | 447,779 | 537,623 | 394,529 | 280,478 | 414,839 | 383,485 | 401,305 |
| Tax Refunds | 76,352 | 67,223 | 47,309 | 69,728 | 92,804 | 127,611 | 176,175 | 615,597 | 496,215 | 485,844 | 182,151 | 82,951 |
| Debt Service | 104,317 | - | 158,589 | - | - | - | - | - | 358,264 | - | 12,047 | - |
| Miscellaneous | 392,867 | 365,581 | 353,458 | 434,512 | 268,344 | 317,328 | 456,392 | 538,342 | 348,045 | 313,316 | 330,530 | 430,160 |
| Note Repayment ^(e) | 9,840 | - | - | - | - | - | - | 195,414 | 205,668 | 205,701 | 205,720 | - |
| TOTAL DISBURSEMENTS | \$ 2,867,001 | \$ 1,416,143 | \$ 2,069,238 | \$ 1,914,314 | \$ 2,108,957 | \$ 2,743,544 | \$ 1,840,909 | \$ 2,475,831 | \$ 3,530,714 | \$ 2,730,689 | \$ 1,987,460 | \$ 3,381,558 |

Note: All footnotes to this table appear at the end of this report in the section entitled **“Endnotes and Additional Information”**.

ACTUAL GENERAL FUND CASH FLOW; JULY 1, 2009 TO AUGUST 31, 2009^(a)
PROJECTED GENERAL FUND CASH FLOW; SEPTEMBER 1, 2009 TO JUNE 30, 2010^(b)

| | (In Thousands of Dollars) | | | | | | | | | | | |
|---|---------------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| | July 2009 | August 2009 | September 2009 | October 2009 | November 2009 | December 2009 | January 2010 | February 2010 | March 2010 | April 2010 | May 2010 | June 2010 |
| BALANCES^(c) | | | | | | | | | | | | |
| Beginning Balance | \$ (147,352) | \$ (209,782) | \$ 260,309 | \$ 780,554 | \$ 1,460,936 | \$ 1,299,914 | \$ 574,512 | \$ 1,452,579 | \$ 1,214,347 | \$ (190,215) | \$ 582,944 | \$ 887,134 |
| Ending Balance^(d) | (209,782) | 260,309 | 780,554 | 1,460,936 | 1,299,914 | 574,512 | 1,452,579 | 1,214,347 | (190,215) | 582,944 | 887,134 | 147,127 |
| Lowest Daily Balance^(d) | (360,039) | (231,168) | 293,656 | 661,456 | 959,942 | (126,738) | 559,081 | 1,156,752 | (190,215) | (341,770) | 422,666 | (284,958) |
| RECEIPTS | | | | | | | | | | | | |
| TAX RECEIPTS | | | | | | | | | | | | |
| Individual Income | \$ 584,331 | \$ 510,851 | \$ 714,800 | \$ 640,600 | \$ 488,800 | \$ 501,400 | \$ 1,058,500 | \$ 517,700 | \$ 507,600 | \$ 1,133,200 | \$ 482,800 | \$ 688,400 |
| Sales & Use | 384,080 | 377,755 | 392,700 | 397,000 | 364,900 | 321,200 | 397,100 | 311,100 | 288,500 | 305,600 | 309,600 | 334,600 |
| Corporate Income | 33,814 | 25,608 | 153,500 | 38,600 | 26,600 | 145,400 | 23,700 | 24,900 | 145,100 | 26,500 | 17,200 | 147,100 |
| Public Utility | 18 | 13 | 300 | 3,500 | 156,300 | 500 | 700 | - | 200 | 2,700 | 165,900 | 500 |
| Excise | 62,971 | 58,649 | 65,700 | 91,600 | 65,100 | 66,000 | 73,700 | 59,800 | 61,900 | 72,900 | 67,700 | 66,800 |
| Insurance | 150 | 1,568 | 29,400 | 700 | 1,300 | 37,400 | 2,700 | 20,300 | 25,000 | 29,400 | 1,400 | 32,000 |
| Inheritance | 236 | 96 | - | - | - | - | - | - | - | - | - | - |
| Subtotal Tax Receipts | \$ 1,065,600 | \$ 974,540 | \$ 1,356,400 | \$ 1,172,000 | \$ 1,103,000 | \$ 1,071,900 | \$ 1,556,400 | \$ 933,800 | \$ 1,028,300 | \$ 1,570,300 | \$ 1,044,600 | \$ 1,269,400 |
| NON-TAX RECEIPTS | | | | | | | | | | | | |
| Federal ^(b) | 808,446 | 793,084 | 554,795 | 777,082 | 639,914 | 774,467 | 688,594 | 820,105 | 698,645 | 900,503 | 839,623 | 632,855 |
| Other & Transfers | 586,306 | 173,702 | 778,800 | 532,400 | 281,700 | 249,100 | 469,100 | 538,900 | 355,100 | 488,100 | 280,200 | 644,277 |
| Note Proceeds ^(e) | 807,585 | - | - | - | - | - | - | - | - | - | - | - |
| Subtotal Non-Tax Receipts | \$ 2,202,337 | \$ 966,786 | \$ 1,333,595 | \$ 1,309,482 | \$ 921,614 | \$ 1,023,567 | \$ 1,157,694 | \$ 1,359,005 | \$ 1,053,745 | \$ 1,388,603 | \$ 1,119,823 | \$ 1,277,132 |
| TOTAL RECEIPTS | \$ 3,267,937 | \$ 1,941,326 | \$ 2,689,995 | \$ 2,481,482 | \$ 2,024,614 | \$ 2,095,467 | \$ 2,714,094 | \$ 2,292,805 | \$ 2,082,045 | \$ 2,958,903 | \$ 2,164,423 | \$ 2,546,532 |
| DISBURSEMENTS | | | | | | | | | | | | |
| Local Aids | \$ 1,231,927 | \$ 161,676 | \$ 846,648 | \$ 208,970 | \$ 1,008,270 | \$ 1,342,870 | \$ 259,721 | \$ 304,721 | \$ 1,378,521 | \$ 148,621 | \$ 184,021 | \$ 1,995,121 |
| Income Maintenance | 877,082 | 616,363 | 566,826 | 576,611 | 536,119 | 582,937 | 512,722 | 480,846 | 556,724 | 533,809 | 434,884 | 296,093 |
| Payroll and Related | 536,684 | 280,644 | 350,062 | 542,147 | 313,277 | 439,015 | 465,977 | 411,060 | 404,954 | 537,172 | 314,658 | 377,719 |
| Tax Refunds | 62,484 | 56,397 | 47,100 | 57,000 | 63,200 | 151,400 | 160,200 | 623,200 | 503,600 | 439,400 | 174,600 | 181,300 |
| Debt Service | 212,413 | - | 115,604 | - | 7,172 | 258 | - | 7,172 | 104,977 | - | 92,260 | 258 |
| Miscellaneous | 394,192 | 356,155 | 243,510 | 416,372 | 257,598 | 304,389 | 437,408 | 514,845 | 333,053 | 321,964 | 455,032 | 436,048 |
| Note Repayment ^(e) | 15,585 | - | - | - | - | - | - | 189,193 | 204,778 | 204,778 | 204,777 | - |
| TOTAL DISBURSEMENTS | \$ 3,330,367 | \$ 1,471,235 | \$ 2,169,750 | \$ 1,801,100 | \$ 2,185,636 | \$ 2,820,869 | \$ 1,836,028 | \$ 2,531,037 | \$ 3,486,607 | \$ 2,185,744 | \$ 1,860,232 | \$ 3,286,539 |

Note: All footnotes to this table appear at the end 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^(a)
 (Cash Basis)
 As of August 31, 2009
 (Amounts in Thousands)**

| | <u>FY09 through August 2008</u> | | <u>FY10 through August 2009</u> | | | Difference FY09 Actual to FY10 Actual | |
|-----------------------------------|---------------------------------|--|---------------------------------|-------------------------------|-------------------------------|---|--|
| | <u>Actual</u> | | <u>Actual</u> | <u>Estimate^(b)</u> | <u>Variance^(c)</u> | | <u>Adjusted Variance^(f)</u> |
| RECEIPTS | | | | | | | |
| Tax Receipts | | | | | | | |
| Individual Income | \$ 1,015,878 | | \$ 1,095,182 | \$ 1,062,000 | \$ 33,182 | 33,182 | \$ 79,304 |
| Sales | 838,962 | | 761,835 | 829,000 | (67,165) | (67,165) | (77,127) |
| Corporate Income | 63,666 | | 59,422 | 67,500 | (8,078) | (8,078) | (4,244) |
| Public Utility | 211 | | 31 | 100 | (69) | (69) | (180) |
| Excise | 126,752 | | 121,620 | 128,700 | (7,080) | (7,080) | (5,132) |
| Insurance | 1,818 | | 1,718 | 2,100 | (382) | (382) | (100) |
| Inheritance | 23,064 | | 332 | - | 332 | 332 | (22,732) |
| Total Tax Receipts | \$ 2,070,351 | | \$ 2,040,140 | \$ 2,089,400 | \$ (49,260) | \$ (49,260) | \$ (30,211) |
| Non-Tax Receipts | | | | | | | |
| Federal ^(b) | \$ 1,129,613 | | \$ 1,601,530 | \$ 1,255,403 | \$ 346,127 | \$ 346,127 | \$ 471,917 |
| Other and Transfers | 720,880 | | 760,008 | 723,400 | 36,608 | 36,608 | 39,128 |
| Note Proceeds ^(c) | 801,840 | | 807,585 | 807,585 | - | - | 5,745 |
| Total Non-Tax Receipts | \$ 2,652,333 | | \$ 3,169,123 | \$ 2,786,388 | \$ 382,735 | \$ 382,735 | \$ 516,790 |
| TOTAL RECEIPTS | \$ 4,722,684 | | \$ 5,209,263 | \$ 4,875,788 | \$ 333,475 | \$ 333,475 | \$ 486,579 |
| DISBURSEMENTS | | | | | | | |
| Local Aids | \$ 1,303,135 | | \$ 1,393,603 | \$ 1,487,370 | \$ 93,767 | \$ 93,767 | \$ 90,468 |
| Income Maintenance | 1,061,754 | | 1,495,778 | 1,318,836 | (176,942) | (176,942) | 434,024 |
| Payroll & Related | 902,075 | | 817,328 | 807,302 | (10,026) | (10,026) | (84,747) |
| Tax Refunds | 143,575 | | 118,881 | 122,800 | 3,919 | 3,919 | (24,694) |
| Debt Service | 104,317 | | 212,413 | 219,585 | 7,172 | 7,172 | 108,096 |
| Miscellaneous | 758,448 | | 748,014 | 724,916 | (23,098) | (23,098) | (10,434) |
| Note Repayment ^(e) | 9,840 | | 15,585 | 15,585 | - | - | 5,745 |
| TOTAL DISBURSEMENTS | \$ 4,283,144 | | \$ 4,801,602 | \$ 4,696,394 | \$ (105,208) | \$ (105,208) | \$ 518,458 |
| FY10 VARIANCE YEAR-TO-DATE | | | | | \$ 228,267 | \$ 228,267 | |

Note: All footnotes to this table appear at the end of this report in the section entitled "Endnotes and Additional Information".

GENERAL FUND MONTHLY CASH POSITION^{(a) (c)}
July 1, 2007 through August 31, 2009 — Actual
September 1, 2009 through June 30, 2010 — Estimated^(b)
(Amounts in Thousands)

| | <u>Starting Date</u> | <u>Starting Balance</u> | <u>Receipts^(e)</u> | <u>Disbursements^(e)</u> |
|------|----------------------|-------------------------|-------------------------------|------------------------------------|
| 2007 | 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) | 1,708,398 | 1,416,143 |
| | September..... | 464,376 | 2,500,671 | 2,069,238 |
| | October..... | 895,809 | 2,421,520 | 1,914,314 |
| | November..... | 1,403,015 | 1,833,481 | 2,108,957 |
| | December..... | 1,127,539 (d) | 2,026,521 | 2,743,544 |
| 2009 | January..... | 410,516 | 2,523,271 | 1,840,909 |
| | February..... | 1,092,878 | 2,189,572 | 2,475,831 |
| | March..... | 806,619 (d) | 2,228,792 | 3,530,714 |
| | April..... | (495,303) (d) | 3,251,394 | 2,730,689 |
| | May..... | 25,402 (d) | 2,008,161 | 1,987,460 |
| | June..... | 46,103 (d) | 3,188,104 | 3,381,558 |
| | July..... | (147,352) (d) | 3,267,937 | 3,330,367 |
| | August..... | (209,782) (a) | 1,941,326 | 1,471,235 |
| | September..... | 260,309 | 2,689,995 | 2,169,750 |
| | October..... | 780,554 | 2,481,482 | 1,801,100 |
| | November..... | 1,460,936 | 2,024,614 | 2,185,636 |
| | December..... | 1,299,914 (d) | 2,095,467 | 2,820,869 |
| 2010 | January..... | 574,513 | 2,714,094 | 1,836,028 |
| | February..... | 1,452,579 | 2,292,805 | 2,531,037 |
| | March..... | 1,214,347 (d) | 2,082,045 | 3,486,607 |
| | April..... | (190,215) (d) | 2,958,903 | 2,185,744 |
| | May..... | 582,943 | 2,164,423 | 1,860,232 |
| | June..... | 887,134 (d) | 2,546,532 | 3,286,539 |

Note: All footnotes to this table appear at the end of this report in the section entitled "Endnotes and Additional Information".

CASH BALANCES IN FUNDS AVAILABLE FOR TEMPORARY REALLOCATION^{(a) (g)}
July 31, 2007 to August 31, 2009 — Actual
September 30, 2009 to June 30, 2010 — Projected^(b)
(Amounts in Millions)

The following two tables show, on a monthly basis, the cash balances available for temporary reallocation. 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 temporary reallocations, 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 \$2.211 billion during November 2005 to a high of \$4.347 billion during August 2008. The Secretary of Administration may not exercise the authority to use temporary reallocation if doing so would jeopardize the cash flow of any fund or account from which a temporary reallocation would be made.

Available Balances; Does Not Include Balances in the LGIP

| <u>Month (Last Day)</u> | <u>2007</u> | <u>2008</u> | <u>2009</u> | <u>2010</u> |
|-------------------------|-------------|-------------|-------------|-------------|
| January | | \$ 1,203 | \$ 1,045 | \$ 1,045 |
| February | | 1,265 | 1,180 | 1,180 |
| March | | 1,298 | 1,124 | 1,298 |
| April | | 1,210 | 1,020 | 1,211 |
| May | | 1,166 | 1,191 | 1,191 |
| June | | 1,079 | 1,167 | 1,167 |
| July | \$ 1,141 | 910 | 981 | |
| August | 1,204 | 944 | 1,064 | |
| September | 1,204 | 1,081 | 1,081 | |
| October | 1,110 | 906 | 906 | |
| November | 1,229 | 1,011 | 1,011 | |
| December | 1,244 | 1,072 | 1,072 | |

Available Balances; Includes Balances in the LGIP

| <u>Month (Last Day)</u> | <u>2007</u> | <u>2008</u> | <u>2009</u> | <u>2010</u> |
|-------------------------|-------------|-------------|-------------|-------------|
| January | | \$ 4,943 | \$ 5,372 | \$ 5,372 |
| February | | 5,255 | 5,543 | 5,543 |
| March | | 5,453 | 5,440 | 5,453 |
| April | | 5,273 | 4,852 | 5,273 |
| May | | 5,010 | 4,632 | 4,632 |
| June | | 4,813 | 4,474 | 4,474 |
| July | \$ 4,862 | 5,422 | 5,102 | |
| August | 4,383 | 4,589 | 4,189 | |
| September | 4,264 | 4,479 | 4,479 | |
| October | 3,900 | 3,900 | 3,900 | |
| November | 4,017 | 3,936 | 3,936 | |
| December | 4,141 | 4,461 | 4,461 | |

Note: All footnotes to this table appear at the end of this report in the section entitled “Endnotes and Additional Information”.

**GENERAL FUND RECORDED REVENUES
GENERAL FUND RECORDED EXPENDITURES BY FUNCTION
(Agency Recorded Basis)
July 1, 2009 to August 31, 2009 compared with previous year**

The typical Report of Monthly General Fund Financial Information includes two tables that address General Fund Recorded Revenues and Expenditures by Function (agency recorded basis). During the months of July-September, State agencies process entries to accrue revenues and expenditures to the previous fiscal year. Since the timing of these entries varies from year-to-year, *the recorded revenues and expenditures as of July 31st and August 31st vary greatly between fiscal years and are not suitable for comparison.* For this reason, these two tables are not included in this report and were not be included in last month's report for the period ended July 31, 2009.

The final General Fund Recorded Revenues and Expenditures by Function (agency recorded basis) for FY09, along with the FY10 information through September, 2009 is expected to be included in next month's report for the period ending September 30, 2009.

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 FY10 reflect the 2009-11 biennial budget (2009 Wisconsin Act 28), signed into law by Governor Doyle on June 29, 2009, \$1.002 billion of certain federal economic stimulus money the State has received or is expected to receive for its medical assistance program, education, shared revenue, and various other programs, revised General Fund tax revenue estimates released by LFB on May 11, 2009 (as modified on May 14, 2009), \$800 million of operating note proceeds and the resulting impoundment payments.

Information for FY09 reflect the receipt of \$553 million in federal economic stimulus money the State received from the U.S. Department of Education and \$347 million in federal economic stimulus money the State received for its medical assistance program. The federal economic stimulus money referenced above is only a portion of such money the State has received or expects to receive.

(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 were expected to range from \$206 to \$350 million during FY09 and are expected to range from \$220 to \$400 million during FY10. In addition, the General Fund holds deposits for several escrow accounts pursuant to court orders or federal rulings. These funds were expected to average \$10 million during FY09 and are expected to average \$5 million during FY10.

(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 to the General Fund; for FY10 this amount may be up to 7% of the general-purpose revenue appropriations then in effect, or approximately \$940 million. In addition, the Secretary of Administration may also temporarily reallocate for a period of up to 30 days an additional amount up to 3% of the general-purpose revenue appropriations then in effect, or approximately \$403 million for FY10.

If the amount of temporary reallocation available to the General Fund is not sufficient, the Secretary of Administration is authorized to set priorities for payments from the General Fund and to prorate and defer certain payments.

(e) \$600 million of operating notes issued on July 2, 2007 for FY08, \$800 million of operating notes issued on July 1, 2008 for FY09, and \$800 million of operating notes issued on July 1, 2009 for FY10. The February, 2010 impoundment payment reflects the amount of premium received on July 1, 2009 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 had a negative balance and temporary reallocation was used for such fund.

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. 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 FY08, budget and General Fund cash receipts assumed that the State would 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 were 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 from all but one tribal government. With respect to the estimated \$52 million of payments due in previous years, the State did not receive such payments.

In FY09, budget and General Fund cash receipts assumed that the State would receive approximately \$75 million pursuant to the amended gaming compacts with tribal governments. The FY09 budget and General Fund Cash receipts further reflect receipt of an additional \$60 million payment made by a tribal government on December 15, 2008 pursuant to settlement of a new gaming compact amendment. This payment (and the settlement of the new gaming compact amendment) was from the same tribal government that did not make its scheduled payment in FY08 and payments due in previous years. With the new gaming compact amendment, the State and this tribal governments agree on the methodology for payments due from the tribal government for each fiscal year, beginning with FY09.

The FY10 budget and projected General Fund cash flows assume that the State will receive approximately \$47 million pursuant to the amended gaming compacts with tribal governments.