



**WISCONSIN DEPARTMENT OF
ADMINISTRATION**

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October 4, 2011

To the Users of This Report:

Re: General Fund Monthly Financial Information—August 2011

Please find attached the Report of Monthly General Fund Financial Information for the period ending August 31, 2011. 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.

- **Projected FY11 Ending Balance.** On or prior to October 15, 2011, the State is required to publish its Annual Fiscal Report for FY11. This Annual Fiscal Report will include the ending General Fund balance (budgetary-basis) for FY11. When published, the State will make the Annual Fiscal Report available from the Capital Finance Office website (www.doa.state.wi.us/capitalfinance), the Municipal Securities Rulemaking Board (**MSRB**) via its Electronic Municipal Market Access (**EMMA**) system, or the above addresses.

The ending General Fund balance (budgetary basis) for FY11, reflecting provisions of 2011 Wisconsin Acts 13 and 27 and LFB's May 11, 2011 estimates of General Fund tax collections, has been projected to be approximately \$87 million.

- **Preliminary FY11 Tax Collections.** On September 2, 2011, the Legislative Fiscal Bureau (**LFB**) provided a memorandum that includes preliminary data on General Fund tax collections for FY11. The preliminary FY11 General Fund tax collections total \$12.912 billion, or about \$780 million more (or 6.4%) than the collections for FY10 and a decrease of \$13 million (or 0.1%) from the projections provided in a memorandum that LFB provided on May 11, 2011.

The preliminary General Fund tax collections for FY11 are unaudited and are subject to final review by the State Controller's Office prior to publication of the State's Annual Fiscal Report for FY 11. The preliminary General Fund tax collection amounts do not offer any guidance on the ending General Fund balance (budgetary-basis) for FY11.

- **Estimated Tax Collections – FY12.** LFB's May 11, 2011 memorandum included estimated General Fund tax collections of \$13.368 billion for FY12. This amount is approximately \$456 million more (or 3.5%) than the preliminary General Fund tax collections for FY11. A complete copy of LFB's May 11, 2011 memorandum is available from the Capital Finance Office website (www.doa.state.wi.us/capitalfinance), the MSRB via its EMMA system, or the above addresses.
- **Payment to Injured Patients and Families Compensation Fund.** On August 2, 2011, the State of Wisconsin repaid \$200 million (plus \$33 million of lost earnings and interest) from the General Fund to the State's Injured Patients and Families Compensation Fund. This repayment was pursuant to the July 2010 Wisconsin Supreme Court ruling and provisions of 2011 Wisconsin Act 27.
- **Projected FY12 Negative Cash Balances.** The largest negative cash balance for FY12 is currently negative \$546 million, which is expected to occur in December 2011. Pursuant to Wisconsin Statutes, temporary reallocations (previously referred to as interfund borrowing) and other additional remedies are available to deal with periods when the cash balance is negative. The allowable amount of temporary reallocation for FY12 is up to 9% of the general-purpose revenue appropriations then in effect (approximately \$1.275 billion), with an additional 3% for a period of up to 30 days (approximately \$425 million), which in aggregate is \$1.700 billion.

If the amount of temporary allocation available to the General Fund is insufficient, the Secretary of Administration is authorized to set priorities for payments from the General Fund and to prorate or defer certain payments.

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

Sincerely,

A handwritten signature in black ink, appearing to read "F. R. Hoadley", written in a cursive style.

Frank R. Hoadley
Capital Finance Director

Monthly General Fund Financial Information State of Wisconsin

For the Period Ending August 31, 2011

Prepared by the Wisconsin Department of Administration

Prepared on October 4, 2011

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 FY12 CASH FLOWS REFLECT THE PROVISIONS OF 2011-13 BIENNIAL BUDGET (2011 WISCONSIN ACT 32), GENERAL FUND TAX REVENUE ESTIMATES PROVIDED BY LFB ON MAY 11, 2011, AND \$800 MILLION OF OPERATING NOTES PROCEEDS AND THE RESULTING IMPOUNDMENT PAYMENTS.

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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 FY11 or FY12.
- 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 tax revenue collection estimates released by the Wisconsin Department of Revenue and LFB 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. In addition, comparison of year-to-date annual General Fund financial information also has many inherent problems due to the potential of different revenue and budget provisions for each fiscal year.
- 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 the Securities and Exchange Commission (SEC) Rule 15c2-12, however this information is filed with the MSRB’s EMMA system as an additional voluntary filing.
 - This information is not, and does not replace, a listed 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.

FY11
ACTUAL GENERAL FUND CASH FLOW; JULY 1, 2010 TO JUNE 30, 2011^(a)
(Cash Basis)

(In Thousands of Dollars)

| | July 2010 | August 2010 | September 2010 | October 2010 | November 2010 | December 2010 | January 2011 | February 2011 | March 2011 | April 2011 | May 2011 | June 2011 |
|-------------------------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| BALANCES^(c) | | | | | | | | | | | | |
| Beginning Balance | \$ 383,306 | \$ (84,448) | \$ 497,619 | \$ 919,992 | \$ 1,439,908 | \$ 1,426,253 | \$ (108,976) | \$ 1,750,979 | \$ 1,727,093 | \$ 614,211 | \$ 971,165 | \$ 1,453,134 |
| Ending Balance | (84,448) | 497,619 | 919,992 | 1,439,908 | 1,426,253 | (108,976) | 1,750,979 | 1,727,093 | 614,211 | 971,165 | 1,453,134 | 303,777 |
| Lowest Daily Balance ^(d) | (122,974) | (90,410) | 297,835 | 709,092 | 962,221 | (213,810) | (123,219) | 1,651,343 | 533,357 | 531,962 | 971,165 | 243,610 |
| RECEIPTS | | | | | | | | | | | | |
| TAX RECEIPTS | | | | | | | | | | | | |
| Individual Income | \$ 483,412 | \$ 627,258 | \$ 671,124 | \$ 535,724 | \$ 636,984 | \$ 598,745 | \$ 1,041,402 | \$ 495,200 | \$ 621,935 | \$ 1,096,334 | \$ 581,508 | \$ 761,237 |
| Sales & Use | 385,326 | 387,798 | 382,658 | 374,812 | 368,633 | 344,533 | 416,955 | 316,745 | 296,266 | 344,239 | 341,210 | 374,874 |
| Corporate Income | 43,130 | 25,350 | 173,894 | 43,590 | 43,933 | 153,785 | 70,049 | 25,002 | 183,010 | 76,976 | 28,579 | 169,179 |
| Public Utility | - | 63 | 62 | 2,428 | 175,062 | 213 | - | 1 | 12 | 4,921 | 163,640 | 41 |
| Excise | 70,623 | 68,097 | 67,433 | 62,432 | 54,637 | 68,316 | 65,540 | 45,804 | 51,090 | 65,273 | 49,863 | 61,255 |
| Insurance | 1,531 | 1,182 | 31,965 | 376 | 1,366 | 33,335 | 937 | 32,385 | 19,800 | 19,489 | 1,136 | 14,974 |
| Subtotal Tax Receipts | \$ 984,022 | \$ 1,109,748 | \$ 1,327,136 | \$ 1,019,362 | \$ 1,280,615 | \$ 1,198,927 | \$ 1,594,883 | \$ 915,137 | \$ 1,172,113 | \$ 1,607,232 | \$ 1,165,936 | \$ 1,381,560 |
| NON-TAX RECEIPTS | | | | | | | | | | | | |
| Federal ^(b) | 809,284 | 822,212 | 926,039 | 710,540 | 752,733 | 603,077 | 1,374,583 | 624,735 | 700,308 | 516,832 | 739,894 | 927,890 |
| Other & Transfers | 436,955 | 288,640 | 608,849 | 397,638 | 442,147 | 311,520 | 485,864 | 719,897 | 466,592 | 394,350 | 310,525 | 440,282 |
| Note Proceeds ^(e) | 803,408 | - | - | - | - | - | - | - | - | - | - | - |
| Subtotal Non-Tax Receipts | \$ 2,049,647 | \$ 1,110,852 | \$ 1,534,888 | \$ 1,108,178 | \$ 1,194,880 | \$ 914,597 | \$ 1,860,447 | \$ 1,344,632 | \$ 1,166,900 | \$ 911,182 | \$ 1,050,419 | \$ 1,368,172 |
| TOTAL RECEIPTS | \$ 3,033,669 | \$ 2,220,600 | \$ 2,862,024 | \$ 2,127,540 | \$ 2,475,495 | \$ 2,113,524 | \$ 3,455,330 | \$ 2,259,769 | \$ 2,339,013 | \$ 2,518,414 | \$ 2,216,355 | \$ 2,749,732 |
| DISBURSEMENTS | | | | | | | | | | | | |
| Local Aids | \$ 1,429,366 | \$ 202,649 | \$ 860,448 | \$ 119,341 | \$ 1,033,776 | \$ 1,309,475 | \$ 221,063 | \$ 270,789 | \$ 1,326,605 | \$ 81,828 | \$ 180,604 | \$ 1,948,828 |
| Income Maintenance | 795,141 | 602,501 | 615,203 | 620,435 | 677,923 | 1,361,190 | 324,938 | 493,827 | 434,516 | 439,584 | 521,744 | 793,321 |
| Payroll and Related | 539,995 | 304,252 | 341,331 | 429,142 | 395,512 | 480,524 | 463,313 | 404,790 | 506,333 | 475,354 | 289,803 | 477,749 |
| Tax Refunds | 58,790 | 56,259 | 53,503 | 89,888 | 95,080 | 119,659 | 117,635 | 542,888 | 572,238 | 448,974 | 134,964 | 112,771 |
| Debt Service | 214,486 | - | 167,832 | 408 | - | 39 | 263 | 262 | - | 163,165 | - | - |
| Miscellaneous | 452,237 | 472,872 | 401,334 | 348,410 | 286,859 | 377,866 | 468,163 | 382,054 | 408,381 | 348,743 | 403,449 | 566,420 |
| Note Repayment ^(e) | 11,408 | - | - | - | - | - | - | 189,045 | 203,822 | 203,812 | 203,822 | - |
| TOTAL DISBURSEMENTS | \$ 3,501,423 | \$ 1,638,533 | \$ 2,439,651 | \$ 1,607,624 | \$ 2,489,150 | \$ 3,648,753 | \$ 1,595,375 | \$ 2,283,655 | \$ 3,451,895 | \$ 2,161,460 | \$ 1,734,386 | \$ 3,899,089 |

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

FY12
ACTUAL GENERAL FUND CASH FLOW; JULY 1, TO AUGUST 31, 2011
PROJECTED GENERAL FUND CASH FLOW; SEPTEMBER 1, 2011 TO JUNE 30, 2012 ^{(a)(b)}
(Cash Basis)

| | (In Thousands of Dollars) | | | | | | | | | | | |
|--|---------------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| | July 2011 | August 2011 | September 2011 | October 2011 | November 2011 | December 2011 | January 2012 | February 2012 | March 2012 | April 2012 | May 2012 | June 2012 |
| BALANCES ^(c) | | | | | | | | | | | | |
| Beginning Balance | \$ 303,777 | \$ 68,536 | \$ 331,967 | \$ 559,790 | \$ 1,087,534 | \$ 916,625 | \$ 88,817 | \$ 1,203,470 | \$ 1,040,152 | \$ (353,214) | \$ 222,225 | \$ 702,159 |
| Ending Balance | 68,536 | 331,967 | 559,790 | 1,087,534 | 916,625 | 88,817 | 1,203,470 | 1,040,152 | (353,214) | 222,225 | 702,159 | (87,996) |
| Lowest Daily Balance ^(d) | (106,671) | (193,350) | 37,063 | 416,343 | 824,114 | (545,758) | 88,817 | 687,294 | (353,214) | (514,974) | (46,828) | (382,301) |
| RECEIPTS | | | | | | | | | | | | |
| TAX RECEIPTS | | | | | | | | | | | | |
| Individual Income | \$ 493,305 | \$ 681,394 | \$ 748,890 | \$ 675,163 | \$ 539,367 | \$ 538,969 | \$ 1,157,958 | \$ 559,112 | \$ 484,108 | \$ 1,394,063 | \$ 567,637 | \$ 637,168 |
| Sales & Use | 409,609 | 404,000 | 377,134 | 371,436 | 360,226 | 332,472 | 400,888 | 310,541 | 294,693 | 338,875 | 338,677 | 376,088 |
| Corporate Income | 37,126 | 39,496 | 148,484 | 38,616 | 35,520 | 148,588 | 35,694 | 23,236 | 183,591 | 46,063 | 27,287 | 148,852 |
| Public Utility | 28 | 43 | 69 | 2,343 | 169,268 | 207 | - | - | - | 4,755 | 167,372 | 517 |
| Excise | 67,793 | 66,226 | 60,212 | 71,213 | 60,065 | 63,072 | 65,273 | 52,805 | 50,238 | 64,539 | 56,252 | 61,239 |
| Insurance | 2 | 600 | 26,123 | 307 | 1,116 | 27,242 | 766 | 26,466 | 16,835 | 21,084 | 981 | 23,863 |
| Subtotal Tax Receipts | \$ 1,007,863 | \$ 1,191,759 | \$ 1,360,912 | \$ 1,159,078 | \$ 1,165,562 | \$ 1,110,550 | \$ 1,660,579 | \$ 972,160 | \$ 1,029,465 | \$ 1,869,379 | \$ 1,158,206 | \$ 1,247,727 |
| NON-TAX RECEIPTS | | | | | | | | | | | | |
| Federal ^(b) | 492,597 | 698,242 | 697,054 | 673,982 | 709,155 | 637,195 | 780,313 | 734,496 | 729,908 | 629,270 | 839,305 | 671,108 |
| Other & Transfers | 590,592 | 263,237 | 614,645 | 478,668 | 366,490 | 305,333 | 606,255 | 664,835 | 365,005 | 411,445 | 367,989 | 500,893 |
| Note Proceeds ^(e) | 804,894 | - | - | - | - | - | - | - | - | - | - | - |
| Subtotal Non-Tax Receipts | \$ 1,888,083 | \$ 961,479 | \$ 1,311,699 | \$ 1,152,650 | \$ 1,075,645 | \$ 942,528 | \$ 1,386,568 | \$ 1,399,331 | \$ 1,094,913 | \$ 1,040,715 | \$ 1,207,294 | \$ 1,172,001 |
| TOTAL RECEIPTS | \$ 2,895,946 | \$ 2,153,238 | \$ 2,672,611 | \$ 2,311,728 | \$ 2,241,207 | \$ 2,053,078 | \$ 3,047,147 | \$ 2,371,491 | \$ 2,124,378 | \$ 2,910,094 | \$ 2,365,506 | \$ 2,419,728 |
| DISBURSEMENTS | | | | | | | | | | | | |
| Local Aids | \$ 1,499,562 | \$ 171,288 | \$ 853,694 | \$ 141,832 | \$ 960,363 | \$ 1,174,813 | \$ 214,693 | \$ 250,067 | \$ 1,222,142 | \$ 123,076 | \$ 156,701 | \$ 1,807,111 |
| Income Maintenance | 494,447 | 641,061 | 641,731 | 592,631 | 588,762 | 675,870 | 604,096 | 585,816 | 636,535 | 600,044 | 478,274 | 301,306 |
| Payroll and Related | 347,575 | 350,128 | 425,066 | 326,424 | 383,304 | 458,327 | 426,288 | 389,436 | 481,391 | 319,001 | 444,884 | 451,693 |
| Tax Refunds | 119,879 | 71,956 | 72,013 | 94,903 | 118,307 | 192,635 | 128,852 | 603,368 | 560,932 | 459,342 | 145,055 | 77,671 |
| Debt Service | 230,057 | - | - | 200,707 | 258 | - | 6,936 | - | - | 240,899 | - | - |
| Miscellaneous | 426,773 | 655,374 | 452,284 | 427,487 | 361,122 | 379,241 | 551,629 | 515,394 | 413,122 | 388,671 | 457,030 | 572,102 |
| Note Repayment ^(e) | 12,894 | - | - | - | - | - | - | 190,728 | 203,622 | 203,622 | 203,622 | - |
| TOTAL DISBURSEMENTS | \$ 3,131,187 | \$ 1,889,807 | \$ 2,444,788 | \$ 1,783,984 | \$ 2,412,116 | \$ 2,880,886 | \$ 1,932,494 | \$ 2,534,809 | \$ 3,517,744 | \$ 2,334,655 | \$ 1,885,566 | \$ 3,209,883 |

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

**FY11
GENERAL FUND CASH RECEIPTS AND DISBURSEMENTS
COMPARED TO ESTIMATES AND PREVIOUS FISCAL YEAR^(a)
(Cash Basis)
As of June 30, 2011
(Amounts in Thousands)**

| | <u>FY10 through June 2010</u> | <u>FY11 through June 2011</u> | | | | Difference FY10 Actual to FY11 <u>Actual</u> |
|-----------------------------------|-------------------------------|-------------------------------|-------------------------------|---------------------|--|--|
| | <u>Actual</u> | <u>Actual^(b)</u> | <u>Estimate^(b)</u> | <u>Variance</u> | <u>Adjusted Variance^(f)</u> | |
| RECEIPTS | | | | | | |
| Tax Receipts | | | | | | |
| Individual Income | \$ 7,682,024 | \$ 8,150,863 | \$ 7,996,467 | \$ 154,396 | 154,396 | \$ 468,839 |
| Sales | 4,206,167 | 4,334,049 | 4,383,628 | (49,579) | (49,579) | 127,882 |
| Corporate Income | 1,024,705 | 1,036,477 | 989,468 | 47,009 | 47,009 | 11,772 |
| Public Utility | 324,064 | 346,443 | 344,300 | 2,143 | 2,143 | 22,379 |
| Excise | 755,546 | 730,363 | 764,883 | (34,520) | (34,520) | (25,183) |
| Insurance | 150,460 | 158,476 | 164,600 | (6,124) | (6,124) | 8,016 |
| Inheritance | 7,225 | - | - | - | - | (7,225) |
| Total Tax Receipts | \$ 14,150,191 | \$ 14,756,671 | \$ 14,643,346 | \$ 113,325 | \$ 113,325 | \$ 606,480 |
| Non-Tax Receipts | | | | | | |
| Federal ^(b) | \$ 9,140,857 | \$ 9,508,127 | \$ 8,820,622 | \$ 687,505 | \$ 687,505 | \$ 367,270 |
| Other and Transfers | 5,601,078 | 5,303,259 | 5,199,047 | 104,212 | 104,212 | (297,819) |
| Note Proceeds ^(c) | 807,585 | 803,408 | 803,408 | - | - | (4,177) |
| Total Non-Tax Receipts | \$ 15,549,520 | \$ 15,614,794 | \$ 14,823,077 | \$ 791,717 | \$ 791,717 | \$ 65,274 |
| TOTAL RECEIPTS | \$ 29,699,711 | \$ 30,371,465 | \$ 29,466,423 | \$ 905,042 | \$ 905,042 | \$ 671,754 |
| DISBURSEMENTS | | | | | | |
| Local Aids | \$ 8,898,232 | \$ 8,984,772 | \$ 8,951,573 | \$ (33,199) | \$ (33,199) | \$ 86,540 |
| Income Maintenance | 7,116,933 | 7,680,323 | 7,491,211 | (189,112) | (189,112) | 563,390 |
| Payroll & Related | 4,841,818 | 5,108,098 | 4,991,658 | (116,440) | (116,440) | 266,280 |
| Tax Refunds | 2,571,901 | 2,402,649 | 2,541,400 | 138,751 | 138,751 | (169,252) |
| Debt Service | 452,285 | 546,455 | 574,234 | 27,779 | 27,779 | 94,170 |
| Miscellaneous | 4,469,020 | 4,916,788 | 4,883,369 | (33,419) | (33,419) | 447,768 |
| Note Repayment ^(e) | 818,864 | 811,909 | 815,288 | 3,379 | 3,379 | (6,955) |
| TOTAL DISBURSEMENTS | \$ 29,169,053 | \$ 30,450,994 | \$ 30,248,733 | \$ (202,261) | \$ (202,261) | \$ 1,281,941 |
| FY11 VARIANCE YEAR-TO-DATE | | | | \$ 702,781 | \$ 702,781 | |

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

FY12
GENERAL FUND CASH RECEIPTS AND DISBURSEMENTS YEAR-TO-DATE
COMPARED TO ESTIMATES AND PREVIOUS FISCAL YEAR^(a)
(Cash Basis)
As of August 31, 2011
(Amounts in Thousands)

| | <u>FY11 through August 2010</u> | | <u>FY12 through August 2011</u> | | | Difference FY11 Actual to FY12 Actual | |
|-----------------------------------|---------------------------------|--|---------------------------------|-------------------------------|---------------------|---|--|
| | <u>Actual</u> | | <u>Actual^(b)</u> | <u>Estimate^(b)</u> | <u>Variance</u> | | <u>Adjusted Variance^(f)</u> |
| RECEIPTS | | | | | | | |
| Tax Receipts | | | | | | | |
| Individual Income | \$ 1,110,670 | | \$ 1,174,699 | \$ 1,168,565 | \$ 6,134 | 6,134 | \$ 64,029 |
| Sales | 773,124 | | 813,609 | 768,775 | 44,834 | 44,834 | 40,485 |
| Corporate Income | 68,480 | | 76,622 | 54,069 | 22,553 | 22,553 | 8,142 |
| Public Utility | 63.00 | | 71 | 69 | 2 | 2 | 8 |
| Excise | 138,720 | | 134,019 | 128,492 | 5,527 | 5,527 | (4,701) |
| Insurance | 2,713 | | 602 | 2,217 | (1,615) | (1,615) | (2,111) |
| Inheritance | - | | - | - | - | - | - |
| Total Tax Receipts | \$ 2,093,770 | | \$ 2,199,622 | \$ 2,122,187 | \$ 77,435 | \$ 77,435 | \$ 105,852 |
| Non-Tax Receipts | | | | | | | |
| Federal ^(b) | \$ 1,631,496 | | \$ 1,190,839 | \$ 1,262,941 | \$ (72,102) | \$ (72,102) | \$ (440,657) |
| Other and Transfers | 725,595 | | 853,829 | 861,160 | (7,331) | (7,331) | 128,234 |
| Note Proceeds ^(e) | 803,408 | | 804,894 | 804,894 | - | - | 1,486 |
| Total Non-Tax Receipts | \$ 3,160,499 | | \$ 2,849,562 | \$ 2,928,995 | \$ (79,433) | \$ (79,433) | \$ (310,937) |
| TOTAL RECEIPTS | \$ 5,254,269 | | \$ 5,049,184 | \$ 5,051,182 | \$ (1,998) | \$ (1,998) | \$ (205,085) |
| DISBURSEMENTS | | | | | | | |
| Local Aids | \$ 1,632,015 | | \$ 1,670,850 | \$ 1,602,805 | \$ (68,045) | \$ (68,045) | \$ 38,835 |
| Income Maintenance | 1,397,642 | | 1,135,508 | 1,030,935 | (104,573) | (104,573) | (262,134) |
| Payroll & Related | 844,247 | | 697,703 | 669,808 | (27,895) | (27,895) | (146,544) |
| Tax Refunds | 115,049 | | 191,835 | 178,541 | (13,294) | (13,294) | 76,786 |
| Debt Service | 214,486 | | 230,057 | 221,577 | (8,480) | (8,480) | 15,571 |
| Miscellaneous | 925,109 | | 1,082,147 | 1,120,016 | 37,869 | 37,869 | 157,038 |
| Note Repayment ^(e) | 11,408 | | 12,894 | 12,894 | - | - | 1,486 |
| TOTAL DISBURSEMENTS | \$ 5,139,956 | | \$ 5,020,994 | \$ 4,836,576 | \$ (184,418) | \$ (184,418) | \$ (118,962) |
| FY12 VARIANCE YEAR-TO-DATE | | | | | \$ (186,416) | \$ (186,416) | |

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)}
(Cash Basis)

July 1, 2009 through August 31, 2011 — Actual
September 1, 2011 through June 30, 2012 — Estimated^(b)
(Amounts in Thousands)

| | <u>Starting Date</u> | <u>Starting Balance</u> | | <u>Receipts^(e)</u> | <u>Disbursements^(e)</u> |
|------|----------------------|-------------------------|-----|-------------------------------|------------------------------------|
| 2009 | July..... | (147,352) | (d) | 3,267,937 | 3,330,367 |
| | August..... | (209,782) | (d) | 1,941,326 | 1,471,235 |
| | September..... | 260,309 | | 2,627,956 | 2,390,978 |
| | October..... | 497,287 | | 2,386,405 | 1,666,418 |
| | November..... | 1,217,274 | | 2,354,892 | 2,341,164 |
| | December..... | 1,231,002 | | 2,325,925 | 2,865,881 |
| 2010 | January..... | 691,046 | | 2,564,759 | 1,778,662 |
| | February..... | 1,477,143 | | 2,304,526 | 2,344,553 |
| | March..... | 1,437,116 | | 2,402,735 | 3,512,073 |
| | April..... | 327,778 | | 2,642,788 | 2,356,146 |
| | May..... | 614,420 | | 1,964,818 | 1,762,622 |
| | June..... | 816,616 | (d) | 2,915,644 | 3,348,954 |
| | July..... | 383,306 | (d) | 3,033,669 | 3,501,423 |
| | August..... | (84,448) | (d) | 2,220,600 | 1,638,533 |
| | September..... | 497,619 | | 2,862,024 | 2,439,651 |
| | October..... | 919,992 | | 2,127,540 | 1,607,624 |
| | November..... | 1,439,908 | | 2,475,495 | 2,489,150 |
| | December..... | 1,426,253 | (d) | 2,113,524 | 3,648,753 |
| 2011 | January..... | (108,976) | (d) | 3,455,330 | 1,595,375 |
| | February..... | 1,750,979 | | 2,259,769 | 2,283,655 |
| | March..... | 1,727,093 | | 2,339,013 | 3,451,895 |
| | April..... | 614,211 | | 2,518,414 | 2,161,460 |
| | May..... | 971,165 | | 2,216,355 | 1,734,386 |
| | June..... | 1,453,134 | | 2,749,732 | 3,899,089 |
| | July..... | 303,777 | (d) | 2,895,946 | 3,131,187 |
| | August..... | 68,536 | (a) | 2,153,238 | 1,889,807 |
| | September..... | 331,967 | | 2,672,611 | 2,444,788 |
| | October..... | 559,790 | | 2,311,728 | 1,783,984 |
| | November..... | 1,087,534 | | 2,241,207 | 2,412,116 |
| | December..... | 916,625 | (d) | 2,053,078 | 2,880,886 |
| 2012 | January..... | 88,817 | | 3,047,147 | 1,932,494 |
| | February..... | 1,203,470 | | 2,371,491 | 2,534,809 |
| | March..... | 1,040,152 | (d) | 2,124,378 | 3,517,744 |
| | April..... | (353,214) | (d) | 2,910,094 | 2,334,655 |
| | May..... | 222,225 | (d) | 2,365,500 | 1,885,566 |
| | June..... | 702,159 | (d) | 2,419,728 | 3,209,883 |

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, 2009 to August 31, 2011 — Actual
September 30, 2011 to June 30, 2012 — 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 \$2.345 billion during November 2010 to a high of \$4.347 billion during February 2009. 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>2009</u> | <u>2010</u> | <u>2011</u> | <u>2012</u> |
|--------------------------------|--------------------|--------------------|--------------------|--------------------|
| January | | \$ 1,042 | \$ 1,197 | \$ 1,042 |
| February | | 955 | 1,416 | 955 |
| March | | 935 | 1,548 | 935 |
| April | | 1,209 | 1,654 | 1,209 |
| May | | 1,289 | 1,657 | 1,289 |
| June | | 1,427 | 1,625 | 1,427 |
| July | \$ 981 | 1,188 | 1,402 | |
| August | 1,064 | 1,246 | <u>1,586</u> | |
| September | 1,233 | 1,335 | 1,336 | |
| October | 1,035 | 1,283 | 1,283 | |
| November | 1,118 | 1,242 | 1,242 | |
| December | 1,073 | 1,185 | 1,073 | |

Available Balances; Includes Balances in the LGIP

| <u>Month (Last Day)</u> | <u>2009</u> | <u>2010</u> | <u>2011</u> | <u>2012</u> |
|--------------------------------|--------------------|--------------------|--------------------|--------------------|
| January | | \$ 4,100 | \$ 4,389 | \$ 4,100 |
| February | | 4,133 | 4,482 | 4,133 |
| March | | 4,130 | 4,745 | 4,130 |
| April | | 4,089 | 4,511 | 4,089 |
| May | | 3,842 | 4,243 | 3,842 |
| June | | 4,035 | 4,091 | 4,035 |
| July | \$ 5,102 | 4,469 | 4,648 | |
| August | 4,189 | 3,883 | <u>4,229</u> | |
| September | 4,076 | 3,833 | 3,833 | |
| October | 3,438 | 3,495 | 3,495 | |
| November | 3,500 | 3,585 | 3,585 | |
| December | 3,666 | 3,974 | 3,666 | |

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
(Agency Recorded Basis)
July 1, 2011 to August 31, 2011 Compared With Previous Year

GENERAL FUND RECORDED EXPENDITURES BY FUNCTION
(Agency Recorded Basis)
July 1, 2011 to August 31, 2011 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 and August, 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, but should be included in next month's report for the period ending September 30, 2011.

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, estimates, and results for FY11 (cash basis) reflected the budget for the 2009-11 biennium (2009 Wisconsin Act 28) and subsequent actions of the Legislature and Legislature's Joint Committee on Finance, estimated General Fund tax collections included in the January 31, 2011 and May 11, 2011 memoranda from LFB, \$762 million of certain federal economic stimulus money that the State received, or expected to receive, in FY11 for its medical assistance programs, education aids, and various other purposes, and \$800 million of operating note proceeds and the resulting impoundment payments. The federal economic stimulus money referenced above is only a portion of the federal economic stimulus money the State has received or expects to receive.

The projections, estimates, and results for FY12 (cash basis) reflect the budget for the 2011-13 biennium (2011 Wisconsin Act 32), estimated General Fund tax collections included in the May 11, 2011 memorandum from LFB, and \$800 million of operating note proceeds and the resulting impoundment payments. The projected General Fund Cash Flow for FY12 was revised at the start of FY12 with "Federal/Non-Tax Receipts" in July 2012 being reduced by \$271 million and re-categorized as "Other & Transfers/Non-Tax Receipts" to be received throughout FY12; this revision was made to reflect a change in the timing of disbursements for the Medicaid Program resulting from a State law change that occurred late FY11.

- (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 \$200 to \$400 million during FY11 and are expected to range from \$500 million to \$1.2 billion during FY12. 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 FY11 and are expected to average \$60 million during FY12.
- (d) The Statutes provide certain administrative remedies to deal with periods when the General Fund is in a negative cash position. For FY11, the Secretary of Administration could temporarily reallocate cash in other funds to the General Fund in an amount up to up to 7% of the general-purpose revenue appropriations then in effect (approximately \$986 million) and could 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 (approximately \$422 million, for an aggregate amount of \$1.408 billion). For FY12, the Secretary of Administration may temporarily reallocate cash in other funds to the General Fund in an amount up to up to 9% of the general-purpose revenue appropriations then in effect (approximately \$1.275 billion) and 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 (approximately \$425 million, for an aggregate amount of \$1.700 billion).

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) \$800 million of operating notes issued on July 1, 2009 for FY10, \$800 million of operating notes issued on July 1, 2010 for FY11, and \$800 million of operating notes issued on July 19, 2011 for FY12. Impoundment payments were made, or are due, in February, March, April, and May of the corresponding fiscal year. The February impoundment payments reflect any premium received in connection with the sale of the respective operating notes 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.