OFFICIAL STATEMENT

New Issue

This Official Statement provides information about the 2017 Series 2 Bonds. Some of the information appears on this cover page for ready reference. To make an informed investment decision, a prospective investor should read the entire Official Statement.

$368,595,000
STATE OF WISCONSIN
TRANSPORTATION REVENUE REFUNDING BONDS, 2017 SERIES 2

Dated: Date of Delivery **Due: July 1, as shown below**

Ratings	AA+ Fitch Ratings AAA Kroll Bond Rating Agency, Inc. Aa2 Moody's Investors Service, Inc. AA+ S&P Global Ratings
Tax Exemption	Interest on the 2017 Series 2 Bonds is, for federal income tax purposes, excludable from gross income and is not an item of tax preference. Interest on the 2017 Series 2 Bonds is not exempt from State of Wisconsin income or franchise taxes—*Pages 13-14*.
Redemption	The 2017 Series 2 Bonds maturing on or after July 1, 2028 are subject to optional redemption at par (100%) on July 1, 2027 or any date thereafter—*Page 5*.
Security	The Bonds have a first claim on vehicle registration fees (which are a substantial portion of pledged Program Income) and other vehicle registration-related fees including, but not limited to, vehicle title transaction fees, registration and title counter service fees, and personalized license plate issuance and renewal fees—*Pages 7-10.*
Priority	The 2017 Series 2 Bonds are issued on a parity with the Prior Bonds, which are outstanding as of November 1, 2017 in the amount of $1,866,265,000, and any additional parity Bonds issued by the State pursuant to the General Resolution.
Purpose	Proceeds will be used for the advance refunding of certain Outstanding Bonds, including a crossover refunding, and to pay costs of issuance—*Pages 2-4*.
Interest Payment Dates	January 1 and July 1
First Interest Payment Date	July 1, 2018
Closing/Settlement	On or about December 21, 2017
Denominations	Multiples of $5,000
Book-Entry-Only Form	The Depository Trust Company—*Pages 5-7.*
Trustee/Registrar/Paying Agent	The Bank of New York Mellon Trust Company, N.A.
Bond Counsel	Quarles & Brady LLP
Issuer Contact	Wisconsin Capital Finance Office; (608) 267-0374; DOACapitalFinanceOffice@wisconsin.gov
2016 Annual Report	This Official Statement incorporates by reference Parts I, II and V of the State of Wisconsin Continuing Disclosure Annual Report, dated December 23, 2016.

The prices and yields listed were determined on November 27, 2017 at negotiated sale. The 2017 Series 2 Bonds were purchased at an aggregate purchase price of $440,466,519.40.

CUSIP	Year (July 1)	Principal Amount	Interest Rate	Yield at Issuance	Price at Issuance		First Optional Call Date (July 1)	Call Price
977123 T40	2021	$ 5,970,000	5.00%	1.66%	111.397%		Not Callable	-
977123 T57	2022	16,225,000	5.00	1.78	113.947		Not Callable	-
977123 T65	2023	17,365,000	5.00	1.88	116.307		Not Callable	-
977123 T73	2024	18,570,000	5.00	1.98	118.407		Not Callable	-
977123 T81	2025	19,830,000	5.00	2.09	120.171		Not Callable	-
977123 T99	2026	21,155,000	5.00	2.21	121.576		Not Callable	-
977123 U22	2027	22,580,000	5.00	2.32	122.790		Not Callable	-
977123 U30	2028	36,070,000	5.00	2.43	121.740	(a)	2027	100%
977123 U48	2029	71,080,000	5.00	2.51	120.983	(a)	2027	100
977123 U55	2030	75,030,000	5.00	2.58	120.325	(a)	2027	100
977123 U63	2031	51,295,000	5.00	2.64	119.765	(a)	2027	100
977123 U71	2032	13,425,000	5.00	2.69	119.300	(a)	2027	100

(a) These 2017 Series 2 Bonds are priced to the July 1, 2027 first optional call date.

RBC Capital Markets **Ramirez & Co., Inc.**

Goldman, Sachs & Co. **Hutchinson, Shockey, Erley & Co.** **Piper Jaffray & Co.** **U.S. Bancorp Investments, Inc.**

November 27, 2017

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This document is the State's official statement about the offering of the 2017 Series 2 Bonds; that is, it is the only document the State has authorized for providing information about the 2017 Series 2 Bonds. This document is not an offer or solicitation for the 2017 Series 2 Bonds, and no unlawful offer, solicitation, or sale may occur through the use of this document or otherwise. This document is not a contract, and it provides no investment advice. Prospective investors should consult their advisors and legal counsel with questions about this document, the 2017 Series 2 Bonds, and anything else related to the offering.

The purpose of this document is to provide prospective investors with information that may be important in making an investment decision. It may not be used for any other purpose without the State's permission. The State is the author of this document and is responsible for its accuracy and completeness. The Underwriters are not the authors of this document. In accordance with their responsibilities under federal securities laws, the Underwriters are required to review the information in this document and must have a reasonable basis for their belief in the accuracy and completeness of its key representations.

This Official Statement should be considered in its entirety. No one factor should be considered more or less important than any other by reason of its position in this Official Statement. Where statutes, ordinances, reports or other documents are referred to in this Official Statement, reference should be made to those documents for more complete information regarding their subject matter.

The estimates, forecasts, projections, and opinions in this document are not hard facts, and no one guarantees them. Some of the people who prepared, compiled, or reviewed this information had specific functions that covered some aspects of the offering but not others. For example, financial staff focused on quantitative financial information, and legal counsel focused on specific documents or legal issues assigned to them.

In connection with the offering of the 2017 Series 2 Bonds, the Underwriters may over-allot or effect transactions which stabilize or maintain the market prices of the 2017 Series 2 Bonds at levels above those that might otherwise prevail in the open market. Such stabilizing, if commenced, may be discontinued at any time.

No dealer, broker, sales representative, or other person has been authorized to give any information or to make any representations about the 2017 Series 2 Bonds other than what is in this document. The information and expressions of opinion in this document may change without notice. Neither the delivery of this document nor any sale of the 2017 Series 2 Bonds implies that there has been no change in the other matters contained in this document since its date. Material referred to in this document is not part of this document unless expressly included.

The 2017 Series 2 Bonds will not be registered under the Securities Act of 1933, as amended, or the securities laws of any state of the United States, and will not be listed on any stock or other securities exchange. Neither the Securities and Exchange Commission nor any other federal, state, municipal or other governmental entity shall have passed upon the accuracy or adequacy of this Official Statement.

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STATE OFFICIALS PARTICIPATING IN ISSUANCE AND SALE OF 2017 SERIES 2 BONDS

BUILDING COMMISSION MEMBERS*

Voting Members	**Term of Office Expires**
Governor Scott Walker, Chairperson	January 7, 2019
Senator Terry Moulton, Vice Chairperson	January 7, 2019
Senator Jerry Petrowski	January 7, 2019
Senator Janis Ringhand	January 7, 2019
Representative Terry Katsma	January 7, 2019
Representative Rob Swearingen	January 7, 2019
Representative Dana Wachs	January 7, 2019
Mr. Robert Brandherm, Citizen Member	At the pleasure of the Governor
Nonvoting, Advisory Members	
Mr. Kevin Trinastic, State Ranking Architect Department of Administration	——
Building Commission Secretary	
Mr. John L. Klenke, Administrator Division of Facilities Development & Management Department of Administration	At the pleasure of the Building Commission and the Secretary of Administration

OTHER PARTICIPANTS

Mr. Brad D. Schimel State Attorney General	January 7, 2019
Mr. Scott A. Neitzel, Secretary Department of Administration	At the pleasure of the Governor
Mr. Dave Ross, Secretary Department of Transportation	At the pleasure of the Governor

DEBT MANAGEMENT AND DISCLOSURE

Department of Administration
Capital Finance Office
P.O. Box 7864
101 E. Wilson Street, 10th Floor
Madison, WI 53707-7864
Telefax (608) 266-7645
DOACapitalFinanceOffice@wisconsin.gov

Mr. David Erdman
Capital Finance Director
(608) 267-0374

Mr. Joseph S. Adomakoh III
Capital Finance Officer
(608) 267-7399

Ms. Katherine C. Miller
Capital Finance Officer
(608) 266-2305

* The Building Commission is composed of eight voting members. The Governor serves as the Chairperson. Each house of the Wisconsin State Legislature appoints three members. State law provides for the two major political parties to be represented in the membership from each house. One citizen member is appointed by the Governor and serves at the Governor's pleasure.

SUMMARY DESCRIPTION OF 2017 SERIES 2 BONDS

Selected information is presented on this page for the convenience of the 2017 Series 2 Bonds. To make an informed decision regarding the 2017 Series 2 Bonds, a prospective investor should read the entire Official Statement.

Description:	State of Wisconsin Transportation Revenue Refunding Bonds, 2017 Series 2
Principal Amount:	$368,595,000
Denominations:	Multiples of $5,000
Date of Issue:	On or about December 21, 2017
Interest Payment:	January 1 and July 1, starting July 1, 2018
Maturities:	July 1, 2021-32—*Front Cover*
Record Date:	December 15 or June 15
Redemption:	*Optional*—The 2017 Series 2 Bonds maturing on or after July 1, 2028 are subject to optional redemption at par (100%) on any date on or after July 1, 2027 —*Page 5*
Form:	Book-entry-only—*Pages 5-7*
Paying Agent:	All payments of principal and interest on the 2017 Series 2 Bonds will be made by The Bank of New York Mellon Trust Company, N.A., or its successor. All payments will be made to The Depository Trust Company, which will distribute payments as described herein.
Authority for Issuance:	The 2017 Series 2 Bonds are issued under Chapter 18 and Section 84.59 of the Wisconsin Statutes.
Purpose:	The 2017 Series 2 Bonds proceeds will be used for the advance refunding of certain Outstanding Bonds, including a crossover refunding, and to pay costs of issuance.
Security:	The Bonds are revenue obligations having a first claim on vehicle registration fees (which are a substantial portion of pledged Program Income) and on other vehicle registration-related fees including, but not limited to, vehicle title transaction fees, registration and title counter service fees, and personalized license plate issuance and renewal fees—*Pages 7-10*
Priority and Additional Bonds:	The 2017 Series 2 Bonds are issued on a parity with the Outstanding Prior Bonds and any additional parity Bonds issued by the State pursuant to the General Resolution. As of November 1, 2017, $1,866,265,000 of Prior Bonds were Outstanding. The State may, if certain conditions are met, issue additional transportation revenue obligations on parity with the Prior Bonds and the 2017 Series 2 Bonds—*Pages 7-10*
Subordinate Obligations:	As of November 1, 2017, $58,808,000 of Notes subordinate to the Prior Bonds were Outstanding.
Legality of Investment:	State law provides that the 2017 Series 2 Bonds are legal investments for all banks and bankers, trust companies, savings banks and institutions, savings and loan associations, credit unions, investment companies, insurance companies, insurance associations, and other persons carrying on a banking or insurance business; for all personal representatives, guardians, trustees, and other fiduciaries; and for the State, the State investment board and all public officers, municipal corporations, political subdivisions, and public bodies.
Tax Exemption:	Interest on the 2017 Series 2 Bonds is, for federal income tax purposes, excludable from gross income and is not an item of tax preference—*Pages 13-14* Interest on the 2017 Series 2 Bonds is not exempt from State of Wisconsin income or franchise taxes—*Page 14*
Legal Opinion:	Validity and tax opinion to be provided by Quarles & Brady LLP—*Page C-1*
2016 Annual Report:	This Official Statement incorporates by reference, and makes updates and additions to, Parts I, II, and V of the State of Wisconsin Continuing Disclosure Annual Report, dated December 23, 2016.

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OFFICIAL STATEMENT

$368,595,000

STATE OF WISCONSIN

TRANSPORTATION REVENUE REFUNDING BONDS, 2017 SERIES 2

INTRODUCTION

This Official Statement sets forth information concerning the $368,595,000 State of Wisconsin Transportation Revenue Refunding Bonds, 2017 Series 2 **(2017 Series 2 Bonds)**, issued by the State of Wisconsin **(State)**. This Official Statement includes by reference, and makes updates and additions to, Parts I, II, and V of the State of Wisconsin Continuing Disclosure Annual Report, dated December 23, 2016 **(2016 Annual Report)**.

The 2017 Series 2 Bonds are revenue obligations issued for the State of Wisconsin Transportation Facilities and Highway Projects Revenue Obligations Program (**Program**), authorized by Subchapter II of Chapter 18 of the Wisconsin Statutes, as amended **(Revenue Obligations Act)** and Section 84.59 of the Wisconsin Statutes (**Act**), and issued pursuant to a General Resolution adopted by the State of Wisconsin Building Commission (**Commission**) on June 26, 1986, as supplemented on March 19, 1998, August 9, 2000, and October 15, 2003 (**General Resolution**), and a Series Resolution adopted by the Commission on October 18, 2017 (**Series Resolution)** (collectively, with the General Resolution, the **Resolutions**).

The 2017 Series 2 Bonds, the Prior Bonds, and any additional parity Bonds issued by the State pursuant to the General Resolution, are secured by a first lien pledge of Program Income. Program Income (as defined herein) includes vehicle registration fees authorized under Section 341.25 of the Wisconsin Statutes and certain other vehicle registration-related fees added pursuant to 2003 Wisconsin Act 33 and a supplement to the General Resolution adopted on October 15, 2003. See "SECURITY FOR THE BONDS".

The Commission, an agency of the State, is empowered by law to authorize, issue, and sell transportation revenue obligations of the State. The Commission is assisted and staffed by the State of Wisconsin Department of Administration.

In connection with the issuance and sale of the 2017 Series 2 Bonds, the Commission has authorized the preparation of this Official Statement. This Official Statement describes the terms of and security for the 2017 Series 2 Bonds. Copies of the Resolutions, the Revenue Obligations Act and the Act are available from the Commission. All capitalized terms used in this Official Statement and not otherwise defined shall have the meanings assigned in the Resolutions. Certain documents are expressly incorporated into this Official Statement by reference, however, all other web sites listed in this Official Statement are provided for informational purposes only and are not incorporated by reference into this Official Statement.

THE DEPARTMENT OF TRANSPORTATION

The State of Wisconsin Department of Transportation (**Department** or **WisDOT**) is the State agency that is involved with all forms of transportation in the State, including the construction and reconstruction of State highways and related transportation facilities and the registration of all motor vehicles. The Department is also the State agency responsible for the collection of vehicle registration fees and other vehicle registration-related fees, which are pledged as security for the revenue obligations issued by the State pursuant to the General Resolution.

Information concerning the Department is included as APPENDIX A to this Official Statement, which includes by reference Part V of the 2016 Annual Report. APPENDIX A also makes certain updates and additions to Part V of the 2016 Annual Report including, but not limited to, information on a new registration fee for hybrid-electric and electric vehicles included in the 2017-19 biennial budget, revised projections of vehicle registration fees and other registration-related fees, and the independent auditors' report and audited statement of cash receipts and disbursements of the Program for the years ended June 30, 2017 and June 30, 2016.

THE STATE

The State is located in the Midwest among the northernmost tier of states. The State ranks 20th among the states in population and 25th in land area. Wisconsin attained statehood in 1848, its capital is Madison, and its largest city is Milwaukee.

Information concerning the State and its financial condition is included as APPENDIX B, which includes by reference Part II of the 2016 Annual Report. APPENDIX B also makes updates and additions to Part II of the 2016 Annual Report, including but not limited to:

- Actual General Fund condition statement for the 2016-17 fiscal year, as included in the Annual Fiscal Report (budget basis), dated October 15, 2017.
- Actual General Fund tax collections for the 2016-17 fiscal year, as included in the Annual Fiscal Report (budget basis) dated October 15, 2017.
- Estimated General Fund tax collections for the 2017-19 biennium, as included in a report provided by the Legislative Fiscal Bureau (**LFB**) on January 18, 2017 **(January 2017 LFB Report)** and the enacted budget for the 2017-19 biennium **(2017 Wisconsin Act 59)**.
- Information about 2017 Wisconsin Act 59.
- General Fund information for the 2016-17 fiscal year through June 30, 2017, which is presented on either a cash basis or an agency-recorded basis, and General Fund information for the 2017-18 fiscal year through September 30, 2017, which is presented on either a cash basis or an agency-recorded basis, and projected General Fund information for the remainder of the 2017-18 fiscal year, which is presented on a cash basis.

Requests for additional public information about the State, the Department, or the Program may be directed to:

Contact:	Department of Administration Capital Finance Office Attn: Capital Finance Director
Mail:	101 East Wilson Street, FLR 10 P.O. Box 7864 Madison, WI 53707-7864
Phone:	(608) 267-0374
E-mail:	DOACapitalFinanceOffice@wisconsin.gov
Web site:	www.doa.wi.gov/capitalfinance

PLAN OF FINANCE

General

The Legislature has authorized the issuance of revenue obligations to finance the costs of State transportation facilities and highway projects **(Projects)** and to refund Outstanding Bonds previously issued for that purpose. The 2017 Series 2 Bonds are authorized by the Revenue Obligations Act and the Act, and issued by the State pursuant to the Resolutions for the advance refunding of certain Outstanding Bonds or portions thereof, previously issued by the State to pay the costs of Projects **(Advance Refunded Bonds)**. The refunding will consist of:

- Crossover refunding of a portion of the Advance Refunded Bonds **(Crossover Refunding)**, with the refunded maturities associated with the Crossover Refunding currently outstanding in the total principal amount of $236,520,000 **(Crossover Refunded Bonds)**.

- Refunding and defeasance of the remaining portion of the Advance Refunded Bonds **(Defeasance Refunding)**, with the refunded maturities associated with the Defeasance Refunding currently outstanding in the total principal amount of $169,450,000 **(Defeased Refunded Bonds)**.

APPENDIX D identifies, and provides information about, the Crossover Refunded Bonds and the Defeased Refunded Bonds.

Crossover Refunding

To provide for the Crossover Refunding, upon delivery of the 2017 Series 2 Bonds, a portion of the proceeds will be used to purchase direct obligations of the United States of America **(Government Obligations)**. These Government Obligations, together with the interest to be earned and a beginning cash deposit, will be sufficient:

- to pay when due the interest on the 2017 Series 2 Bonds allocable to the refunding of each series of the Crossover Refunded Bonds to and including the redemption date for that series of Crossover Refunded Bonds, and
- to pay the principal portion of the redemption price of the Crossover Refunded Bonds when due on their respective redemption dates.

The Crossover Refunding will not provide for the payment of any interest coming due on the Crossover Refunded Bonds, which will continue to be payable from Program Income deposited into the Principal and Interest Account of the Redemption Fund held by the Trustee, and which will therefore remain outstanding within the meaning of the General Resolution.

Defeasance Refunding

To provide for the Defeasance Refunding, upon delivery of the 2017 Series 2 Bonds, a portion of the proceeds will be used to purchase Government Obligations, which together with the interest to be earned and a beginning cash deposit, will be sufficient:

- to pay when due the interest (other than the interest due on January 1, 2018) on the Defeased Refunded Bonds to and including their respective redemption or maturity dates, and
- to redeem or pay the principal of the Defeased Refunded Bonds on their respective redemption or maturity dates at their respective redemption prices or amounts of maturing principal.

Interest due on January 1, 2018 on the Defeased Refunded Bonds will not be paid with proceeds from the 2017 Series 2 Bonds, but, in accordance with the requirements of the General Resolution, such interest amounts have been collected from Program Income and deposited in the Principal and Interest Account of the Redemption Fund held by the Trustee. As of the date of this Official Statement, such interest payment due on January 1, 2018 for the Defeased Refunded Bonds has been fully funded and is on deposit in the Principal and Interest Account of the Redemption Fund.

In the opinion of Bond Counsel, (i) with the deposits as required by the General Resolution into the Principal and Interest Account of the Redemption Fund for the January 1, 2018 interest payment due on the Defeased Refunded Bonds, as described above, and (ii) upon the State making the deposits into the Escrow Fund, and with such funds being invested as required by the General Resolution, the Defeased Refunded Bonds will be deemed to be paid for purposes of the General Resolution and will no longer be considered outstanding under the General Resolution.

Refunding Escrow Agreement

The Government Obligations, the beginning cash balance, and the interest earnings will be held in an escrow fund **(Escrow Fund)** created by a Refunding Escrow Agreement **(Escrow Agreement)**, between the State and The Bank of New York Mellon Trust Company, N.A. **(Escrow Trustee)** solely for the benefit of the owners of the Advance Refunded Bonds.

Neither the Government Obligations, the cash on deposit, nor the interest earnings held in the Escrow Fund will serve as security for or be available for the payment of the 2017 Series 2 Bonds, except to the limited extent described above under "PLAN OF FINANCE; Crossover Refunding".

The Escrow Fund will be held by the Escrow Trustee in trust to make payment of:

- the principal or redemption price of, and interest on (other than interest due on January 1, 2018), the Defeased Refunded Bonds,
- the principal portion of the redemption price of the Crossover Refunded Bonds, and
- the interest on the 2017 Series 2 Bonds allocable to the refunding of the Crossover Refunded Bonds to and including the respective redemption dates of the Crossover Refunded Bonds.

The Escrow Fund will be held by the Escrow Trustee separate and apart from all other funds or accounts held by the Escrow Trustee. No fees or other charges of the Escrow Trustee may be paid from moneys in the Escrow Fund. Instead, the State has agreed that it will pay all such fees and charges to the Escrow Trustee from other available funds.

The arithmetical accuracy of the computations of the sufficiency of the amounts deposited into the Escrow Fund will be independently verified by Samuel Klein and Company, Certified Public Accountants **(Verification Agent)**.

Sources and Applications

It is expected that the proceeds of the 2017 Series 2 Bonds will be applied as follows:

Sources	
Principal Amount of the 2017 Series 2 Bonds	$368,595,000.00
Original Issue Premium	73,639,149.85
Total Sources	$442,234,149.85
Applications	
Deposit to Escrow Fund	$439,569,401.00
Deposit to the Program Account for Costs of Issuance	897,118.40
Underwriters' Discount	1,767,630.45
Total Applications	$442,234,149.85

THE 2017 SERIES 2 BONDS

General

The 2017 Series 2 Bonds are issued under the General Resolution. The front cover of this Official Statement sets forth the maturity dates, principal amounts, interest rates, and other information for the 2017 Series 2 Bonds.

The 2017 Series 2 Bonds are being issued in book-entry-only form, so the registered owner will be a securities depository or its nominee. The Commission has appointed, as the securities depository for the 2017 Series 2 Bonds, The Depository Trust Company, New York, New York **(DTC)**. See "THE 2017 SERIES 2 BONDS; Book-Entry-Only Form".

The 2017 Series 2 Bonds will be dated their date of delivery (expected to be December 21, 2017) and will bear interest from that date payable on January 1 and July 1 of each year, beginning on July 1, 2018.

Interest on the 2017 Series 2 Bonds will be computed on the basis of a 30-day month and a 360-day year. So long as such Bonds are in book-entry-only form, payments of principal and interest for each Bond will be paid to the securities depository.

The 2017 Series 2 Bonds are issued as fully-registered bonds without coupons in the principal denominations of $5,000 or any multiples thereof.

The Bank of New York Mellon Trust Company, N.A., or its successor, is the trustee for the Bonds (**Trustee**). In addition, the Trustee is the registrar (**Registrar**) and paying agent (**Paying Agent**) for the 2017 Series 2 Bonds.

Optional Redemption

The 2017 Series 2 Bonds maturing on or after July 1, 2028 are subject to optional redemption, at the option of the Commission, on July 1, 2027 or any date after that date, in whole or in part in integral multiples of $5,000, at a redemption price equal to par (100% of the principal amount to be redeemed), plus accrued interest to the date of redemption. In the event of partial redemption, the Commission shall direct the amounts and maturity or maturities of the 2017 Series 2 Bonds to be redeemed.

Selection of 2017 Series 2 Bonds for Redemption

The 2017 Series 2 Bonds shall be called for redemption in multiples of $5,000 and bonds of denominations of more than $5,000 shall be treated as representing the number of bonds obtained by dividing the denomination of the bond by $5,000, and such bonds may be selected for redemption in part. If the 2017 Series 2 Bonds are in book-entry form and less than all of a particular maturity are to be redeemed, selection of the ownership interests of the 2017 Series 2 Bonds affected thereby shall be made solely by DTC and the DTC Participants in accordance with their then prevailing rules. If the 2017 Series 2 Bonds are in certificated form and less than all of a particular maturity are to be redeemed, selection shall be by lot.

Notice of Redemption

So long as the 2017 Series 2 Bonds are in book-entry form, a notice of the redemption of any 2017 Series 2 Bonds shall be sent to the securities depository not less than 30 days or more than 60 days prior to the date of redemption.

Interest on any 2017 Series 2 Bond so called for prior redemption shall cease to accrue on the redemption date provided payment thereof has been duly made or provided for.

Ratings

The following ratings have been assigned to the 2017 Series 2 Bonds:

Rating	Rating Agency
AA+	Fitch Ratings
AAA	Kroll Bond Rating Agency, Inc.
Aa2	Moody’s Investors Service, Inc.
AA+	S&P Global Ratings

Any explanation of what a rating means may only be obtained from the rating agency giving the rating. No one can offer any assurance that a rating given to the 2017 Series 2 Bonds and the Outstanding Bonds will be maintained for any period of time; a rating agency may lower or withdraw the rating it gives, if in its judgment, circumstances so warrant. Any downgrade or withdrawal of a rating may adversely affect the market price of the 2017 Series 2 Bonds and the Outstanding Bonds. The State may elect, subject to the requirements of the General Resolution, not to continue requesting ratings on the 2017 Series 2 Bonds and Outstanding Bonds from a particular rating agency, or may elect to request ratings on the 2017 Series 2 Bonds from a different nationally recognized rating agency.

Book-Entry-Only Form

The 2017 Series 2 Bonds are being initially issued in book-entry-only form. Purchasers of the 2017 Series 2 Bonds will not receive bond certificates but instead will have their ownership recorded in the book-entry system.

Bond certificates are to be issued and registered in the name of a nominee of DTC, which acts as securities depository for the Bonds. Ownership of the 2017 Series 2 Bonds by the purchasers is shown in the records of brokers and other organizations participating in the DTC book-entry system **(DTC**

Participants). All transfers of ownership in the 2017 Series 2 Bonds must be made, directly or indirectly, through DTC Participants.

Payment

The Trustee will make all payments of principal of, interest on, and any redemption premium on the 2017 Series 2 Bonds to DTC. Owners of the 2017 Series 2 Bonds will receive payments through the DTC Participants.

Notices and Voting Rights

The State and Trustee will provide notices and other communications about the 2017 Series 2 Bonds to DTC. Owners of the 2017 Series 2 Bonds will receive any notices or communications through the DTC Participants. In any situation involving voting rights, DTC will not vote but rather will give a proxy through the DTC Participants.

Redemption

If less than all of the 2017 Series 2 Bonds of a given maturity or Sinking Fund Installment are being redeemed, DTC's practice is to determine by lottery the amount of the 2017 Series 2 Bonds to be redeemed from each DTC Participant.

Discontinued Service

In the event that participation in DTC's book-entry system were to be discontinued and a successor securities depository were not obtained, bond certificates would be executed and delivered to DTC Participants.

Further Information

Further information concerning DTC and DTC's book-entry system is available at www.dtcc.com. The State and Trustee are not responsible for any information available on DTC's web site. That information may be subject to change without notice.

The State and Trustee are not responsible for a failure by DTC or any DTC Participant to transfer payments or notices to the owners of the 2017 Series 2 Bonds or to follow the procedures established by DTC for its book-entry system.

Provisions Upon Discontinuance of Book-Entry-Only System

In the event the 2017 Series 2 Bonds were not in book-entry-only form, how the 2017 Series 2 Bonds are paid, redeemed, and transferred would differ as described below.

Payment

Payment of principal would be made by check or draft issued upon presentation and surrender of the 2017 Series 2 Bonds at the office of the Paying Agent. Payment of interest due on the 2017 Series 2 Bonds would be made by check or draft mailed to the registered owner shown in the registration books on the Record Date, which is the 15th day of the month (whether or not a business day) preceding the Interest Payment Date.

Redemption

If less than all of a particular maturity of the 2017 Series 2 Bonds is to be redeemed, selection for redemption would be by lot. Any notice of the redemption of any 2017 Series 2 Bonds would be mailed not less than 30 days prior to the date of redemption to the registered owners of any 2017 Series 2 Bonds to be redeemed. Interest on any 2017 Series 2 Bond called for redemption would cease to accrue on the redemption date so long as the 2017 Series 2 Bond was paid or money was on deposit with the Registrar or Paying Agent for its payment.

Transfer

Any 2017 Series 2 Bond would be transferred by the person in whose name it is registered, in person or by his duly authorized legal representative, upon surrender of the 2017 Series 2 Bond to the Registrar for cancellation, together with a duly executed written instrument of transfer in a form approved by the Registrar. Whenever any 2017 Series 2 Bond is surrendered for transfer, the Registrar shall deliver 2017 Series 2 Bonds in like aggregate principal amount, interest rate, and maturity. The Registrar may require the Bondholder requesting the transfer to pay any tax, fee or other governmental charge required to be paid with respect to the transfer and may charge a sum sufficient to pay the cost of preparing such 2017 Series 2 Bond. The Registrar shall not be obliged to make any transfer or exchange of 2017 Series 2 Bonds:

(1) after the 15th day of the month preceding an Interest Payment Date for such 2017 Series 2 Bond,

(2) during the 15 days preceding the date of the mailing of a notice of redemption of such 2017 Series 2 Bonds selected for redemption, or

(3) after such 2017 Series 2 Bond has been called for redemption.

SECURITY FOR THE BONDS

General

Information concerning the State of Wisconsin Transportation Facilities and Highway Projects Revenue Obligations Program (**Program**), security for the Bonds (as defined herein), sources of payment, vehicles subject to registration, past and projected vehicle registration fees, past and projected other vehicle registration-related fees, registration fee collection procedures, the Reserve Fund, additional Bonds, and the Department is included as APPENDIX A, which includes by reference Part V of the 2016 Annual Report.

APPENDIX A also includes certain updates to Part V of the 2016 Annual Report including, but not limited to, information on a new registration fee for hybrid-electric and electric vehicles included in the 2017-19 biennial budget, revised projections of vehicle registration fees and other registration-related fees, and the independent auditors' report and audited statement of cash receipts and disbursements of the Program for the years ended June 30, 2017 and June 30, 2016.

Prior Bonds

The Legislature has authorized the issuance of $4.055 billion of revenue obligations to finance the costs of Projects, excluding revenue obligations issued to refund Outstanding Bonds. As of November 1, 2017, $3.845 billion of the authorized amount has been issued.

The following is a summary of the Transportation Revenue Bonds which are currently Outstanding Bonds within the meaning of the General Resolution:

Bond Issue	Dated Date
Transportation Revenue Bonds, 2005 Series A **(2005 Series A Bonds)**	March 10, 2005
Transportation Revenue Refunding Bonds, 2007 Series 1 **(2007 Series 1 Bonds)**	March 8, 2007
Transportation Revenue Bonds, 2008 Series A **(2008 Bonds)**	August 27, 2008
Transportation Revenue Bonds, 2009 Series B (Taxable) **(2009 Series B Bonds)**	October 1, 2009
Transportation Revenue Bonds, 2010 Series A **(2010 Series A Bonds)**	December 9, 2010
Transportation Revenue Bonds, 2010 Series B (Taxable) **(2010 Series B Bonds)**	December 9, 2010
Transportation Revenue Bonds, 2012 Series 1 **(2012 Series 1 Bonds)**	April 25, 2012
Transportation Revenue Bonds, 2012 Series 2 **(2012 Series 2 Bonds)**	June 28, 2012
Transportation Revenue Bonds, 2013 Series 1 **(2013 Bonds)**	March 6, 2013
Transportation Revenue Bonds, 2014 Series 1 **(2014 Series 1 Bonds)**	April 23, 2014
Transportation Revenue Refunding Bonds, 2014 Series 2 **(2014 Series 2 Bonds)**	December 10, 2014
Transportation Revenue Refunding Bonds, 2015 Series 1 **(2015 Series 1 Bonds)**	April 30, 2015
Transportation Revenue Bonds, 2015 Series A **(2015 Series A Bonds)**	December 10, 2015
Transportation Revenue Bonds, 2017 Series 1 **(2017 Series 1 Bonds)**	May 31, 2017

These Outstanding Bonds (collectively, **Prior Bonds**), and the 2017 Series 2 Bonds, together with any future additional Bonds issued by the State pursuant to the General Resolution, are referred to collectively as the **Bonds**. As of November 1, 2017, the amount of outstanding Prior Bonds was $1,866,265,000.

The 2017 Series 2 Bonds are issued on a parity with the Prior Bonds and any future additional parity Bonds issued by the State pursuant to the General Resolution. See "RISK FACTORS" in Part V of the 2016 Annual Report, which is incorporated by reference in APPENDIX A.

The State has issued various series of Transportation Revenue Commercial Paper Notes (collectively, **Notes**). As of November 1, 2017, the amount of outstanding Notes was $58,808,000. The Notes were issued pursuant to the General Resolution and pursuant to Series Resolutions that provide that the payment of the Notes by the State from Program Income is junior and subordinate to the Bonds. The Commission has authorized the issuance of additional Bonds to pay for the funding of the Notes. If and when issued, the additional Bonds issued to fund the Notes will be on a parity with the Prior Bonds, the 2017 Series 2 Bonds, and any additional parity Bonds issued by the State pursuant to the provisions and conditions of the General Resolution.

Security

The 2017 Series 2 Bonds are revenue obligations of the State payable solely from the Redemption Fund created by the General Resolution. The 2017 Series 2 Bonds, the Prior Bonds, and any additional parity Bonds issued by the State pursuant to the General Resolution, are secured by a first lien pledge of Program Income (as defined below), and the funds created by the General Resolution pledged to the payment of interest, principal, and Redemption Price on the Bonds. The 2017 Series 2 Bonds are not general obligations of the State.

The 2017 Series 2 Bonds shall be revenue obligations of the State payable solely out of the Redemption Fund. The State is not generally liable on the 2017 Series 2 Bonds, and the Bonds shall not be a debt of the State for any purpose whatsoever. See "RISK FACTORS" in Part V of the 2016 Annual Report, which is incorporated by reference in APPENDIX A.

Program Income consists mainly of vehicle registration fees authorized under Section 341.25 of the Wisconsin Statutes **(Registration Fees)** but also includes certain other vehicle registration-related fees added pursuant to 2003 Wisconsin Act 33 and a supplement to the General Resolution adopted on October 15, 2003 **(Other Registration-Related Fees)**. The 2017-19 biennial budget creates a new vehicle registration fee of $75 for hybrid-electric vehicles and $100 for electric vehicles, effective January 1, 2018. This fee is a Registration Fee, and is to be paid in addition to existing annual vehicle registration fees for passenger vehicles designed for highway use that are powered by hybrid-electric or electric engines. See APPENDIX A.

Other Registration-Related Fees include many types of fees that are enumerated in the Wisconsin Statutes, however, many of the Other Registration-Related Fees result in insignificant or sporadic annual revenues. Given this insignificant and sporadic nature, the State is currently providing continuing disclosure on some, but not all, Other Registration-Related Fees. These specific Other Registration-Related Fees include vehicle title transaction fees, registration and title counter service fees, and personalized license plate issuance and renewal fees. See APPENDIX A.

The Notes, and any other obligations to be issued on parity with the Notes, are also revenue obligations of the State payable from Program Income deposited into the Subordinated Debt Service Fund authorized by the General Resolution and created pursuant to the Series Resolutions for the Notes. The pledge of Program Income to the Subordinated Debt Service Fund is subordinate and junior to the pledge of Program Income to the payment of principal and interest on the Bonds.

Flow of Funds

Program Income is collected by the Trustee, or the Department as agent of the Trustee, continuously throughout the entire fiscal year, and deposited as received outside the State Treasury in an account with the Trustee defined as the **Redemption Fund**. Program Income deposited into the Redemption Fund is not subject to legislative appropriation. Program Income is further defined to include all the interest earned or gain realized from the investment of the Redemption Fund. Starting on the date a series of Bonds is issued and also on each Redemption Fund Deposit Day (the 1st day of January, April, July, and October), all Program Income is deposited into the funds and accounts established under, and in the order of priority and amounts required by, the General Resolution. Program Income received by the Trustee in the Redemption Fund is to be used for the following purposes and in the following order of priority:

(1) to pay interest on all Outstanding Bonds,

(2) to pay the principal or Redemption Price of all Outstanding Bonds,

(3) to maintain the Debt Service Reserve Requirement, if any, in the Reserve Fund,

(4) to pay, from the Program Expense Fund, direct administrative expenses (**Program Expenses**) of the State's program of financing Projects, and

(5) to pay, from the Subordinated Debt Service Fund, principal of and interest on the Notes and any other obligations issued on a parity with the Notes.

Program Income in excess of the amount needed for such purposes is to be continuously transferred to the Transportation Fund held by the Department free of the lien of the pledge of the General Resolution and will be used by the Department for any of its authorized purposes.

Build America Bonds

The direct payment the State expects to receive from the United States Treasury on each interest payment date, in connection with the 2009 Series B Bonds and the 2010 Series B Bonds (including the portions of those Bonds being refunded by the 2017 Series 2 Bonds), which were designated by the State as qualified "build America bonds," is not Program Income and is not pledged to the payment of interest, principal, or Redemption Price on the Bonds.

With respect to the direct payments the State expects to receive, since such payments are not Program Income and not pledged or used for payment of debt service on the Bonds, there is no impact on the Bonds with these direct payments being subject to mandated across-the-board cuts to the Federal budget for the federal fiscal year that started October 1, 2017. The impact of these cuts for the current federal fiscal year is an expected 6.60% reduction in the direct payment amount that the State expects to receive. Pursuant to the Budget Control Act of 2011, as amended, the Director of the United States Office of Management and Budget is required to calculate cuts each year through federal fiscal year 2025. Such cuts may be avoided or mitigated if Congress takes action to postpone or change these provisions.

State Pledge and Agreement

In the General Resolution, the State pledges and agrees with the Bondholders that the State will not limit or alter its powers to fulfill the terms of any agreements (made in the General Resolution or in the Bonds) with the Bondholders, or in any way impair the rights and remedies of the Bondholders until the Bonds, together with interest, including interest on any unpaid installments of interest thereon, and Redemption Price thereof, and all costs and expenses in connection with any action or proceeding by or on behalf of the Bondholders, are fully met and discharged.

Reserve Fund

The General Resolution creates a Reserve Fund for the Bonds; however, the required balance of the Reserve Fund is $0.00.

The State pursuant to each Series Resolution specifies the Debt Service Reserve Requirement, if any, for each Series of Bonds. The individual Debt Service Reserve Requirement for each Series of the Outstanding Bonds are combined to determine the aggregate Debt Service Reserve Requirement for the Reserve Fund. If all of the Bonds of a Series cease to be Outstanding, then the aggregate Debt Service Reserve Requirement is reduced by the Debt Service Reserve Requirement attributable to that Series of Bonds. Since 2003, the State has not specified a Debt Service Reserve Requirement for any Series of

Bonds that have been issued. The State will continue this practice in connection with the issuance of the 2017 Series 2 Bonds. Accordingly, the Debt Service Reserve Requirement for the 2017 Series 2 Bonds is $0.00. Furthermore, the State does not currently expect to specify a Debt Service Reserve Requirement for any future Series of additional Bonds; however, the State reserves the right to change its practice and no representation is made as to the amount of the Debt Service Reserve Requirement that the State may specify for any future Series of additional Bonds.

In the event that the Reserve Fund were to be funded in connection with a future Series of Bonds, the General Resolution provides that it shall be used to make up any deficiency in the Redemption Fund for the payment of principal of and interest on all of the-then Outstanding Bonds. If there is a deficiency in the Reserve Fund, the Trustee shall, after setting aside in the Principal and Interest Account the applicable amount required to be deposited therein, deposit Program Income into the Reserve Fund in an amount sufficient to remedy such deficiency.

Additional Bonds

The General Resolution authorizes the issuance of additional Bonds for the purpose of paying the costs of Projects, funding reserves, paying costs of issuance, and refunding Outstanding Bonds. The issuance of transportation revenue obligations to finance the costs of Projects beyond the remaining legislative authorized amount requires additional legislative authorization; over the past ten years such additional legislative authorization has been provided biennially as part of the State's biennial budget process. See "SECURITY FOR THE BONDS; Prior Bonds".

In addition, except in the case of additional Bonds issued to refund Outstanding Bonds (such as the 2017 Series 2 Bonds), additional Bonds may be issued only if Program Income for any 12 consecutive calendar months of the preceding 18 calendar months was at least equal to 2.25 times the maximum aggregate Principal and Interest Requirement in any Bond Year for all Outstanding Bonds. The General Resolution defines **Outstanding Bonds**, as of any particular date, as all Bonds previously delivered and expected to be delivered (such as the 2017 Series 2 Bonds), except (1) any Bond canceled by the Trustee, or proven to the satisfaction of the Trustee to have been canceled by the Registrar, (2) any Bond deemed to have been defeased pursuant to the General Resolution, and (3) any Bond in lieu of or in substitution for which another Bond shall have been delivered pursuant to the requirements of the General Resolution or any Series Resolution.

The Crossover Refunded Bonds will not be defeased and will continue to be outstanding within the meaning of the General Resolution until their respective dates of redemption and payment.

SUMMARY OF THE GENERAL RESOLUTION

A summary of certain provisions of the General Resolution is included as APPENDIX A, which includes by reference Part V of the 2016 Annual Report.

BORROWING PROGRAM

The 2017 Series 2 Bonds are the second issuance of transportation revenue obligations in calendar year 2017. The State has issued $285 million of transportation revenue obligations to finance the costs of Projects and for refunding purposes. The issuance of the 2017 Series 2 Bonds expends all but $6 million of the authorization provided at this time by the Commission for transportation revenue refunding bonds. The authorization, and the amount and timing of any additional transportation revenue refunding obligations, depends on market conditions.

Other Obligations

The State has previously issued or sold four series of general obligations in this calendar year 2017. The State has previously issued one series of general obligations in the principal amount of $335 million for general governmental purposes and issued two series in the principal amount of $728 million to refund general obligations previously issued for general governmental purposes. In addition, the Commission sold $273 million of general obligation bonds at competitive sale on November 14, 2017. These general obligation bonds will be issued for general governmental purposes, with an expected issuance date of November 30, 2017.

In addition, the Commission has authorized the issuance of the following general obligations:

- Up to $68 million of additional general obligations for general governmental purposes. The State anticipates issuing a portion these general obligations in the form of fixed rate bonds or variable rate notes in the first quarter of calendar year 2018.
- Up to $362 million of additional general obligations for the refunding of general obligation bonds previously issued for general governmental purposes. The amount and timing of any sale and issuance of additional general obligations for refunding purposes depend, among other factors, on market conditions.
- General obligations for the funding of the State's outstanding general obligation commercial paper notes and extendible municipal commercial paper notes, which were outstanding in the amount of $507 million as of November 1, 2017. The amount and timing of any issuance of general obligations for this purpose depend on a decision to fund outstanding obligations bearing variable interest rates either with a different form of variable-rate obligations or with bonds bearing fixed interest rates.

The State has issued three series of general fund annual appropriation refunding bonds in this calendar year in the aggregate principal amount of $932 million. The amount and timing of any additional issuances of general fund annual appropriation refunding bonds depend, among other factors, on market conditions. The State has very limited authority (approximately $12 million) to issue additional general fund annual appropriation bonds for new money purposes, but the State has unlimited authority for the issuance of general fund annual appropriation refunding bonds.

The State has issued two series of environmental improvement fund revenue bonds in the aggregate amount of $291 million for both new money and refunding purposes. The Commission has also authorized up to $61 million of additional environmental improvement fund revenue bonds for new money purposes. The amount and timing of any additional issuance of environmental improvement fund revenue bonds depend on many factors, including loan activity in the State's Clean Water Fund Program and market conditions.

The State does not currently intend to issue master lease certificates of participation in calendar year 2017, but issuance of such certificates may occur in calendar year 2018 depending on many factors including, but not limited to, market conditions and originations in the State's Master Lease Program.

The State does not currently intend to issue operating notes for the 2017-18 fiscal year.

UNDERWRITING

The 2017 Series 2 Bonds are being purchased by the **Underwriters**, for which RBC Capital Markets, LLC is acting as the **Representative**. The Underwriters have agreed, subject to certain conditions, to purchase the 2017 Series 2 Bonds from the State at an aggregate purchase price, not including accrued interest, of $440,466,519.40 reflecting an original issue premium of $73,639,149.85 and underwriters' discount of $1,767,630.45.

The Underwriters have agreed to reoffer the 2017 Series 2 Bonds at the public offering prices or yields set forth on the front cover. The 2017 Series 2 Bonds may be offered and sold to certain dealers (including dealers depositing such 2017 Series 2 Bonds into investment trusts) at prices lower than such public offering prices, and such prices may be changed, from time to time, by the Underwriters. The Underwriters' obligations are subject to certain conditions, and they will be obligated to purchase all the 2017 Series 2 Bonds if any 2017 Series 2 Bonds are purchased.

Certain of the Underwriters may have entered into retail distribution agreements with third party broker-dealers, under which the Underwriters may distribute municipal securities to retail investors through the respective financial advisors or electronic trading platforms of such third party broker-dealers. As part of these arrangements, the Underwriters may share a portion of their underwriting compensation with such third party broker-dealers.

The Underwriters and their affiliates include full service financial institutions engaged in various activities, which may include sales and trading, commercial and investment banking, advisory, investment management, investment research, principal investment, hedging, market making, brokerage and other financial and non-financial activities and services. In the course of their various business activities, the Underwriters and their affiliates, officers, directors, and employees may purchase, sell, or hold investments and other financial instruments for their own accounts and for the accounts of their customers. Such investment and trading activities may involve assets, securities, or other instruments of the State (directly, as collateral securing other obligations, or otherwise) or of others that have relationships with the State. The Underwriters and their affiliates may also communicate independent investment recommendations, market color, or trading ideas and may publish or express independent research views in respect of any such assets, securities, or instruments and may at any time hold, or recommend to clients that they should acquire, long or short positions in such assets, securities, or instruments.

Certain legal matters will be passed upon for the Underwriters by their counsel, Dorsey & Whitney LLP.

CUSIP NUMBERS, REOFFERING YIELDS, PRICES, AND OTHER INFORMATION

The table appearing on the front cover includes information about the 2017 Series 2 Bonds and is provided for reference. The CUSIP number for each maturity has been obtained from sources believed to be reliable, but the State is not responsible for the correctness of the CUSIP numbers. The Underwriters have provided the reoffering yields and prices. For each of the 2017 Series 2 Bonds subject to optional redemption, the yield at issuance shown is the lower of the yield to the first optional call date or the yield to the nominal maturity date.

LEGALITY FOR INVESTMENT

State law provides that the 2017 Series 2 Bonds are legal investments for the following:

- Banks and bankers, trust companies, savings banks and institutions, savings and loan associations, credit unions, investment companies, insurance companies, insurance associations, and other persons carrying on a banking or insurance business.
- Personal representatives, guardians, trustees, and other fiduciaries.
- The State, the State investment board and all public officers, municipal corporations, political subdivisions, and public bodies.

PENDING LITIGATION

The State and its officers and employees are defendants in numerous lawsuits. It is not expected that the pending litigation will be finally determined so as to result individually or in the aggregate in a final judgment against the State which would materially affect the payment of interest on, principal of, or Redemption Price of the 2017 Series 2 Bonds.

As required by law, the office of the Attorney General will examine a certified copy of all proceedings leading to issuance of the 2017 Series 2 Bonds. The Attorney General will deliver an opinion on the regularity and validity of the proceedings. The Attorney General's opinion will also state that there is no action, suit, or proceeding, either pending or threatened in writing, known to the Attorney General, restraining or enjoining the issuance, sale, execution, or delivery of the 2017 Series 2 Bonds, and there also is no action, suit, or proceeding, either pending or threatened in writing, known to the Attorney General, in any way contesting or affecting (1) the titles to their respective offices of any of the State officers involved in the issuance of the 2017 Series 2 Bonds, (2) the validity of the 2017 Series 2 Bonds or any proceedings or authority by which the same have been issued, sold, executed and delivered, or (3) the pledge or application of any moneys or security provided for the payment of the 2017 Series 2 Bonds, the existence of the Department or its power to charge and collect Registration Fees and Other Registration-Related Fees and pledge them for the payment of the 2017 Series 2 Bonds.

In the event certificated Bonds are issued, the certificate of the Attorney General will be printed on the reverse side of each 2017 Series 2 Bond.

LEGALITY

All legal matters incident to the authorization, issuance, and delivery of the 2017 Series 2 Bonds are subject to the opinion of Quarles & Brady LLP (**Bond Counsel**), whose approving opinion, substantially in the form shown in APPENDIX C, will be delivered on the date of issue of the 2017 Series 2 Bonds. In the event certificated 2017 Series 2 Bonds are issued, the opinion will be printed on the reverse side of each 2017 Series 2 Bond.

Quarles & Brady LLP has also been retained by the State to serve as Disclosure Counsel to the State with respect to the 2017 Series 2 Bonds. Although, as counsel to the State, Quarles & Brady LLP has assisted the State with certain disclosure matters, Quarles & Brady LLP has not undertaken to independently verify the accuracy, completeness or sufficiency of this Official Statement or other offering material relating to the 2017 Series 2 Bonds and assumes no responsibility whatsoever nor shall have any liability to any other party for the statements or information contained or incorporated by reference in this Official Statement. Further, Quarles & Brady LLP makes no representation as to the suitability of the 2017 Series 2 Bonds for any investor.

TAX MATTERS

Tax Exemption

Bond Counsel will deliver a legal opinion with respect to the exclusion from gross income for federal income tax purposes applicable to the interest on the 2017 Series 2 Bonds under existing law substantially in the form as set forth in APPENDIX C.

Prospective purchasers of the 2017 Series 2 Bonds should be aware that ownership of the 2017 Series 2 Bonds may result in collateral federal income tax consequences to certain taxpayers. Bond Counsel will not express any opinion as to such collateral tax consequences. Prospective purchasers of the 2017 Series 2 Bonds should consult their tax advisors as to collateral federal income tax consequences.

From time to time, legislation is proposed and there are or may be legislative proposals pending in the Congress of the United States that, if enacted, could alter or amend the federal tax matters referred to above or adversely affect the market value of the 2017 Series 2 Bonds. It cannot be predicted whether or in what form any proposal that could alter one or more of the federal tax matters referred to above or adversely affect the market value of the 2017 Series 2 Bonds may be enacted. Prospective purchasers of the 2017 Series 2 Bonds should consult their own tax advisors regarding any pending or proposed federal tax legislation. Bond counsel expresses no opinion regarding any pending or proposed federal tax legislation.

Original Issue Premium

To the extent that the initial offering price of certain of the 2017 Series 2 Bonds are more than the principal amount payable at maturity, such 2017 Series 2 Bonds **(Premium Bonds)** will be considered to have bond premium.

Any Premium Bond purchased in the initial offering at the issue price will have “amortizable bond premium” within the meaning of Section 171 of the Code. The amortizable bond premium of each Premium Bond is calculated on a daily basis from the issue date of such Premium Bond until its stated maturity date (or call date, if any) on the basis of a constant interest rate compounded at each accrual period (with straight line interpolation between the compounding dates). An owner of a Premium Bond that has amortizable bond premium is not allowed any deduction for the amortizable bond premium;

rather the amortizable bond premium attributable to a taxable year is applied against (and operates to reduce) the amount of tax-exempt interest payments on the Premium Bonds. During each taxable year, such an owner must reduce his or her tax basis in such Premium Bond by the amount of the amortizable bond premium that is allocable to the portion of such taxable year during which the owner held such Premium Bond. The adjusted tax basis in a Premium Bond will be used to determine taxable gain or loss upon a disposition (including the sale, exchange, redemption, or payment at maturity) of such Premium Bond.

Owners of Premium Bonds who did not purchase such Premium Bonds in the initial offering at the issue price should consult their own tax advisors with respect to the tax consequences of owning such Premium Bonds.

State Taxes

The interest on the 2017 Series 2 Bonds is not exempt from present Wisconsin income or franchise taxes. Owners of the 2017 Series 2 Bonds should consult their own tax advisors with respect to the state and local tax consequences of owning the 2017 Series 2 Bonds.

FINANCIAL ADVISOR

Robert W. Baird & Co. Incorporated has been employed by the State to perform professional services in the capacity of financial advisor **(Financial Advisor)**. The Financial Advisor has provided advice on the plan of finance, selection of the Advance Refunded Bonds, and structure of the 2017 Series 2 Bonds, and has also reviewed certain legal and disclosure documents, including this Official Statement, for financial matters.

VERIFICATION OF MATHEMATICAL COMPUTATIONS

The arithmetical accuracy of certain computations was independently verified by the Verification Agent. These computations, which were provided by the Underwriters, indicate that the projected receipts from the Government Obligations, together with an initial cash deposit, are sufficient to make all payments of:

- the principal of, and premium (if any) and interest on (other than interest due January 1, 2018), the Defeased Refunded Bonds to become due on or before their respective redemption or maturity dates,
- the principal portion of the redemption price of the Crossover Refunded Bonds to become due on their respective redemption dates, and
- the interest on the 2017 Series 2 Bonds allocable to the refunding of the Crossover Refunded Bonds to become due on or before the respective redemption dates of the Crossover Refunded Bonds.

In addition, the computations indicate that the composite yield of the Escrow Fund is less than the yield on the 2017 Series 2 Bonds. The Verification Agent relied upon assumptions and information supplied by the Underwriters on behalf of the State and has not made any study or examination of them, except as noted in its report. The Verification Agent has not expressed an opinion on the reasonableness of the assumptions or the likelihood that the applicable debt service requirements of the Advance Refunded Bonds or the 2017 Series 2 Bonds will be paid as described in its report.

CONTINUING DISCLOSURE

The State has made an undertaking, for the benefit of the beneficial owners of the 2017 Series 2 Bonds, to provide an annual report presenting certain financial information and operating data about the State **(Annual Reports)**. By December 27 of each year, the State will send the report to the Municipal Securities Rulemaking Board **(MSRB)** through its Electronic Municipal Market Access **(EMMA)** system. The State will also provide to the MSRB through its EMMA system notices of the occurrence of certain events specified in the undertaking. Part I of the 2016 Annual Report, which contains information on the undertaking, is included by reference as part of this Official Statement.

Copies of the Annual Reports and notices may be obtained from:

Department of Administration
Capital Finance Office
Attn: Capital Finance Director
101 East Wilson Street, FLR 10
P.O. Box 7864
Madison, WI 53707-7864
(608) 267-0374
DOACapitalFinanceOffice@wisconsin.gov
www.doa.wi.gov/capitalfinance

The undertaking also describes the consequences if the State fails to provide any required information. The State must report the failure to the MSRB. In the last five years, the State has not failed to comply in any material respect with this, or any similar, undertaking. During that period, rating agencies have changed their respective ratings with respect to various bond insurers. Certain obligations previously issued by the State were insured by policies issued by these bond insurers, and the State did not file notice of those rating changes. The State did not consider those rating changes to be material. On July 31, 2014, the State filed with the MSRB, as a technical clarification, a written notice of those rating changes of bond insurers where the rating before the change was above the underlying rating of the respective State obligations.

Dated: November 27, 2017

STATE OF WISCONSIN

/S/ SCOTT WALKER

Governor Scott Walker, Chairperson
State of Wisconsin Building Commission

/S/ JOHN L. KLENKE

John L. Klenke, Secretary
State of Wisconsin Building Commission

/S/ DAVE ROSS

Dave Ross, Secretary
State of Wisconsin Department of Transportation

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APPENDIX A

INFORMATION ABOUT THE TRANSPORTATION REVENUE BOND PROGRAM

This Appendix includes by reference information concerning the State of Wisconsin Transportation Revenue Bond Program, contained in Part V of the State of Wisconsin Continuing Disclosure Annual Report, dated December 23, 2016 (**2016 Annual Report**), which can be obtained as described below. This Appendix also makes certain updates and additions to the information presented in Part V of the 2016 Annual Report, including but not limited to, information on a new registration fee included in the 2017-19 biennial budget, revised projections of vehicle registration fees and other registration-related fees, and the independent auditors' report and audited statement of cash receipts and disbursements of the Program for the years ended June 30, 2017 and June 30, 2016.

Part V of the 2016 Annual Report contains information concerning the Transportation Revenue Bond Program, security for the Bonds, sources of payment, vehicle registration fees, other vehicle registration-related fees, registration fee collection procedures, the Reserve Fund, additional Bonds, the Wisconsin Department of Transportation **(Department** or **DOT)**, and a summary of the General Resolution. Part V of the 2016 Annual Report also includes the independent auditor's reports and audited statements of cash receipts and disbursements for the years ended June 30, 2016 and June 30, 2015 for the Transportation Revenue Bond Program and Transportation Revenue Commercial Paper Program.

The 2016 Annual Report has been filed with the Municipal Securities Rulemaking Board **(MSRB)** through its Electronic Municipal Market Access **(EMMA)** system, and is also available from the part of the Capital Finance Office web site called "Official Disclosure for Bonds, Notes, and Other Securities Issued by the State of Wisconsin". The Capital Finance Office web site is located at the following address:

www.doa.wi.gov/capitalfinance

Copies of the 2016 Annual Report may also be obtained from:

State of Wisconsin Department of Administration
Capital Finance Office
Attn: Capital Finance Director
101 East Wilson Street, FLR 10
P.O. Box 7864
Madison, WI 53707-7864
(608) 267-0374
DOACapitalFinanceOffice@wisconsin.gov

After publication and filing of the 2016 Annual Report, certain changes or events have occurred that affect items discussed in the 2016 Annual Report. Certain of these changes or events are described in the body of this Official Statement. Listed below by reference to particular sections of Part V of the 2016 Annual Report, are other changes or additions to the discussion contained in those particular sections. When such changes occur, the State may or may not file notices with the MSRB. However, the State has filed, and expects to continue to file, informational notices with the MSRB, some of which may be notices that are not required to be filed under the State's undertakings.

Registration Fees (Pages 156-162). Update with the following information.

Provisions of the 2017-19 biennial budget, enacted into law on September 21, 2017 **(2017 Wisconsin Act 59)** creates, as part of Section 341.25, Wisconsin Statutes, a new registration fee of $75 for hybrid-electric vehicles and $100 for electric vehicles, effective January 1, 2018. This fee is to be paid in addition to existing annual vehicle registration fees for passenger vehicles designed for highway use that are powered by hybrid-electric or electric engines. These new registration fees are pledged Registration Fees under Section 341.25, Wisconsin Statutes and therefore Program Income under the General Resolution. The projected Registration Fees shown in this APPENDIX A do not reflect these new fees. The State expects future projections of Registration Fees will reflect these new fees for hybrid-electric and electric vehicles.

Registration Fees—Table V-3; Debt Service of Outstanding Transportation Revenue Bonds and Estimated Revenue Coverage (Page 157). Replace with the following updated table:

The table on the following page shows the forecasted coverage of annual debt service on the Outstanding Bonds following the issuance of the 2017 Series 2 Bonds, based on the Department's estimate of Program Income for 2018-27. There can be no assurance that the estimated vehicle registration and other vehicle registration-related fees will be realized in the amounts shown.

Debt Service on the 2017 Series 2 Bonds and Estimated Coverage for Outstanding Bonds[a][b][e]

	Estimated Program Income[a]			2017 Series 2 Bonds[b]			Outstanding Bonds[b][c][e]				Outstanding Notes[c][d][e]				
Maturity (July 1)	**Estimated Registration Fees (Millions)**	**Estimated Certain Other Registration-Related Fees (Millions)**	**Total Program Income (Millions)**	**Principal**	**Interest[b]**	**Debt Service**	**Total Principal**	**Total Interest**	**Total Debt Service**	**Coverage Ratio**	**Total Principal-Notes**	**Estimated Total Interest - Notes**	**Estimated Total Debt Service - Notes**	**Estimated Total Debt Service - Bonds and Notes**	**Coverage Ratio**
2018	$587.29	$107.21	$694.50		$4,232,382	$4,232,382	$103,235,000	$94,145,832	$197,380,832	3.52	$16,153,000	$2,940,400	$19,093,400	$216,474,232	3.21
2019	589.12	107.21	696.33		8,019,250	8,019,250	114,555,000	87,490,772	202,045,772	3.45	7,720,000	2,132,750	9,852,750	211,898,522	3.29
2020	608.15	107.21	715.36		12,911,250	12,911,250	122,805,000	80,568,358	203,373,358	3.52	8,105,000	1,746,750	9,851,750	213,225,108	3.35
2021	609.65	107.21	716.86	$5,970,000	18,429,750	24,399,750	133,820,000	73,227,425	207,047,425	3.46	8,510,000	1,341,500	9,851,500	216,898,925	3.31
2022	628.59	107.21	735.80	16,225,000	18,131,250	34,356,250	133,385,000	66,573,325	199,958,325	3.68	8,935,000	916,000	9,851,000	209,809,325	3.51
2023	631.14	107.21	738.35	17,365,000	17,320,000	34,685,000	120,035,000	59,904,075	179,939,075	4.10	9,385,000	469,250	9,854,250	189,793,325	3.89
2024	651.50	107.21	758.71	18,570,000	16,451,750	35,021,750	121,740,000	53,972,325	175,712,325	4.32					
2025	654.70	107.21	761.91	19,830,000	15,523,250	35,353,250	110,180,000	47,885,325	158,065,325	4.82					
2026	675.73	107.21	782.94	21,155,000	14,531,750	35,686,750	98,340,000	42,489,825	140,829,825	5.56					
2027	679.62	107.21	786.83	22,580,000	13,474,000	36,054,000	112,325,000	37,811,125	150,136,125	5.24					
2028				36,070,000	12,345,000	48,415,000	100,040,000	32,194,875	132,234,875						
2029				71,080,000	10,541,500	81,621,500	105,370,000	27,192,875	132,562,875						
2030				75,030,000	6,987,500	82,017,500	97,335,000	21,924,375	119,259,375						
2031				51,295,000	3,236,000	54,531,000	88,615,000	17,057,625	105,672,625						
2032				13,425,000	671,250	14,096,250	77,095,000	12,765,925	89,860,925						
2033							66,660,000	9,106,575	75,766,575						
2034							53,995,000	6,033,325	60,028,325						
2035							28,465,000	3,468,000	31,933,000						
2036							29,890,000	2,044,750	31,934,750						
2037							11,005,000	550,250	11,555,250						
				$ 368,595,000	$ 172,805,882	$ 541,400,882	$1,828,890,000	$776,406,961	$2,605,296,961		$58,808,000	$9,546,650	$68,354,650		

(a) The estimated fees for 2018 through 2027 reflect revenue projections completed by the Department in April 2017. Excludes interest earnings.

(b) Reflects the 2017 Series 2 Bonds and assumes, as of the date of this Official Statement, all Defeased Refunded Bonds have been defeased or, in the case of the interest due January 1, 2018, payment has been provided for. Pursuant to the General Resolution, the Crossover Refunded Bonds will remain outstanding until their respective redemption dates because payment of interest thereon has not been provided. For purposes of this table, the principal of Crossover Refunded Bonds and interest on the 2017 Series 2 Bonds for the portion of such 2017 Series 2 Bonds allocable to the Crossover Refunded Bonds through their respective first optional redemption date, is not included, and interest on the Crossover Refunded Bonds is included.

(c) Does not reflect or include the direct payment the State is expected to receive from the United States Treasury on each interest payment date in the estimated amount of 35% of the interest payable by the State on such date for the 2009 Series B Bonds and the 2010 Series B Bonds, each designated as "qualified build America bonds", which are not considered to be Crossover Refunded Bonds.

(d) Reflects principal component of the respective Subordinated Debt Service Fund Requirement and assumed interest rate of 5.00%.

(e) Assumes that no additional Bonds will be issued and continuation of current Registration Fees and Other Registration-Related Fees. Estimates of Program Income and coverage beyond 2027 are not currently available.

Table V-6; Actual Registration Fee Revenues (Page 159). Replace with the following updated table:

ACTUAL REGISTRATION FEE REVENUES
(Amounts in Millions)

Fiscal Year (June 30)	Non-IRP Fees	Pledged IRP Fees	Total	% Change
2008[(a)]	$385.4	$71.8	$457.2	18.8%
2009[(a)]	435.5	75.3	510.8	11.7
2010	444.4	75.3	519.7	1.7
2011	433.0	76.8	509.8	(1.9)
2012	445.0	81.1	526.1	3.2
2013	440.1	82.8	522.8	(0.6)
2014	458.9	85.5	544.4	4.1
2015	459.5	87.9	547.4	0.6
2016	475.3	90.1	565.4	3.3
2017	475.8	97.3	573.2	1.4

[(a)] The increase in fiscal years 2008 and 2009 reflects the $20 increase in registration fees for automobiles, along with other fee increases for other vehicle types, which went into effect on January 1, 2008.

Source: Wisconsin Department of Transportation

Registration Fees—Table V-7; Projected Registration Fee Revenues (Page 160). Replace with the following updated table. These projections were completed by DOT in April 2017.

PROJECTED REGISTRATION FEE REVENUES
(Amounts in Millions)

Fiscal Year (June 30)	Revenues[(a)]	% Change
2018	$587.3	2.5%
2019	589.1	0.3
2020	608.2	3.2
2021	609.7	0.3
2022	628.6	3.0
2023	631.1	0.4
2024	651.5	3.2
2025	654.7	0.5
2026	675.7	3.2
2027	679.6	0.6

[(a)] Includes both International Registration Plan **(IRP)** and non-IRP Registration Fees pursuant to Section 341.25, Wisconsin Statutes. This table does not include Other Registration-Related Fees, which are updated later in this Appendix of the Official Statement, or the new hybrid-electric and electric vehicle registration fee.

Source: Wisconsin Department of Transportation.

Other Registration-Related Fees—Table V-8; Actual and Projected Other Registration-Related Fees (Page 165). Replace with the following updated table. Projected Other Registration-Related Fees were completed by DOT in April 2017.

ACTUAL AND PROJECTED OTHER REGISTRATION-RELATED FEES

Fiscal Year (June 30)	Title Transaction Fees	Counter Service Fees and Personalized License Plates	Subtotal	Other Miscellaneous Vehicle Registration-Related Fees	Total Registration-Related Fees
2008[(b)]	63,825,116	8,504,542	72,329,658	8,690,501	81,020,159
2009[(b)]	73,326,881	8,065,590	81,392,471	8,300,302	89,692,773
2010	72,424,499	8,356,113	80,780,612	9,873,154	90,653,766
2011	73,817,627	7,736,294	81,553,921	12,201,959	93,755,880
2012[(b)]	86,902,864	8,082,787	94,985,651	13,046,048	108,031,699
2013	88,495,799	7,650,431	96,146,230	13,240,815	109,387,045
2014	92,478,346	7,838,553	100,316,899	14,053,506	114,370,405
2015	97,129,227	7,678,806	104,808,033	14,821,529	119,629,562
2016	99,096,834	8,131,116	107,227,950	15,466,786	122,694,736
2017	102,512,996	8,094,194	110,607,190	15,721,118	126,328,308
2018	99,336,400	7,876,400	107,212,800	15,132,281	122,345,081
2019	99,336,400	7,876,400	107,212,800	15,132,281	122,345,081
2020	99,336,400	7,876,400	107,212,800	15,132,281	122,345,081
2021	99,336,400	7,876,400	107,212,800	15,132,281	122,345,081
2022	99,336,400	7,876,400	107,212,800	15,132,281	122,345,081
2023	99,336,400	7,876,400	107,212,800	15,132,281	122,345,081
2024	99,336,400	7,876,400	107,212,800	15,132,281	122,345,081
2025	99,336,400	7,876,400	107,212,800	15,132,281	122,345,081
2026	99,336,400	7,876,400	107,212,800	15,132,281	122,345,081
2027	99,336,400	7,876,400	107,212,800	15,132,281	122,345,081

(a) Projections provided by the Department of Transportation in April 2017. These are the FY18 estimates from the April 2017 revenue model projection.

(b) Reflects (i) effective date of January 1, 2008 for additional $24.50 increase in title transaction fees, and (ii) effective date of July 1, 2011 for no increase in the actual title transaction fee, but a $9 increase in the portion of the title transaction fee that is now considered to be Program Income.

Source: Wisconsin Department of Transportation.

Appendix A; Audited Financial Statements (Page 194). The following is the independent auditors' report and audited statement of cash receipts and disbursements of the Program for the years ended June 30, 2017 and June 30, 2016.

WISCONSIN TRANSPORTATION
REVENUE OBLIGATION PROGRAM

Statements of Cash Receipts and Disbursements
for the Fiscal Years Ended June 30, 2017 and 2016
with Independent Auditors' Report

WISCONSIN TRANSPORTATION REVENUE OBLIGATION PROGRAM

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Schenck
ADVISORY | TAX | ASSURANCE

INDEPENDENT AUDITORS' REPORT

To the Wisconsin Department of Transportation
State of Wisconsin
Madison, Wisconsin

Report on the Financial Statements

We have audited the accompanying financial statements of cash receipts and disbursements of the Wisconsin Transportation Revenue Obligation Program (the "Program"), for the fiscal years ended June 30, 2017 and 2016, and the related notes to the financial statements, which collectively comprise the Program's statements of cash receipts and disbursements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the cash basis of accounting described in Note 2; this includes determining that the cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the Program's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Program's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the statements of cash receipts and disbursements of the Wisconsin Transportation Revenue Obligation Program for the years ended June 30, 2017 and 2016, in accordance with the cash basis of accounting as described in Note 2.

Basis of Accounting

We draw attention to Note 2 of the notes to the statements of cash receipts and disbursements, which describes the basis of accounting. This financial statement is prepared on the cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to that matter.

Change in Reporting Entity

As discussed in Note 1, the Wisconsin Transportation Revenue Obligation Program combined the cash receipts and disbursements of the Revenue Bonds and Commercial Paper Notes which issued separate statements of cash receipts and disbursements in prior years. Our opinion is not modified with respect to that matter.

Other Matters

Required Supplementary Information

Management has omitted the management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the financial statements. Such missing information, although not a part of the financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the financial statements in an appropriate operational, economic, or historical context. Our opinion on the financial statements is not affected by this missing information.

Other Information

Our audit was conducted for the purpose of forming an opinion on the statements of cash receipts and disbursements of the Program as a whole. The financial information listed in the table of contents as supplementary information is presented for purposes of additional analysis and is not a required part of the financial statements.

The supplementary information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated in all material respects in relation to the financial statements as a whole.

The schedule of the program's revenue on page 33 has not been subject to the auditing procedures applied in the audits of the statements of cash receipts and disbursements and, accordingly, we do not express an opinion or provide any assurance on the schedule.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 8, 2017, on our consideration of the Program's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Program's internal control over financial reporting and compliance.

Schenck SC
Certified Public Accountants
Green Bay, Wisconsin
November 8, 2017

WISCONSIN TRANSPORTATION REVENUE OBLIGATION PROGRAM

STATEMENTS OF CASH RECEIPTS AND DISBURSEMENTS FISCAL YEARS ENDED JUNE 30, 2017 AND 2016

	FY 2017	FY 2016
CASH AND INVESTMENTS, BEGINNING OF FISCAL YEAR	$ 333,230,461	$ 343,380,244
RECEIPTS:		
Motor vehicle registration fees retained by Trustee	227,316,107	226,313,966
Investment income	1,658,283	2,427,600
Revenue bond proceeds - par value	95,975,000	225,000,000
Revenue bond proceeds - accrued interest and original issuance premium, net of underwriter's discount	15,223,530	36,213,169
Revenue refunding bond proceeds - par value	188,545,000	-
Revenue refunding bond proceeds - accrued interest and original issuance premium, net of underwriter's discount	38,066,007	-
Total receipts	566,783,928	489,954,735
DISBURSEMENTS:		
Debt Service - Revenue Bonds - interest	96,418,536	92,190,645
Debt Service - Revenue Bonds - principal	102,395,000	107,690,000
Program expenses	699,387	737,982
Debt Service - CP Notes - interest	641,154	149,471
Debt Service - CP Notes - principal	28,405,000	26,975,000
Net premium paid/(discount earned) on investments	1,464,449	1,452,340
Highway program expenditures	88,014,672	181,915,750
Bond issuance costs	121,862	593,329
Defeasance of debt - payment to current bondholders	-	88,400,000
Defeasance of debt - purchase of securities for escrow account	200,532,518	-
Total disbursements	518,692,578	500,104,518
CASH AND INVESTMENTS, END OF FISCAL YEAR	$ 381,321,811	$ 333,230,461
Cash and investments reserved for debt service	$ 207,384,255	$ 182,487,717
Cash and investments reserved for program expenses	178,996	127,302
Cash and investments reserved for highway expenditures	173,758,559	150,615,443
CASH AND INVESTMENTS, END OF FISCAL YEAR	$ 381,321,811	$ 333,230,461

See notes to statements of cash receipts and disbursements.

NOTES TO STATEMENTS OF CASH RECEIPTS AND DISBURSEMENTS FOR THE FISCAL YEARS ENDED JUNE 30, 2017 AND 2016

1. NATURE OF PROGRAM

The Wisconsin Transportation Revenue Obligation Program (the "Program") provides financing for the construction, maintenance and repair of certain major highway projects and administrative facilities. The Program is currently authorized to issue the following revenue obligations:

The State of Wisconsin Transportation Facilities and Highway Projects Revenue Obligations (the "Revenue Bonds") originated in June 1986 pursuant to the adoption of the General Resolution, as amended, by the State of Wisconsin Building Commission (the "Building Commission"). The Program has issued, and may issue in the future, Revenue Bonds that are revenue obligations of the State, payable solely from the Redemption Fund created by the General Resolution.

The Commercial Paper Notes (the "CP Notes") originated in April 1997 pursuant to the adoption of a Program Resolution, as amended, by the Building Commission. The Program has issued, and may issue in the future, commercial paper notes that are revenue obligations of the State, payable solely from the Subordinated Debt Service Fund created by the General Resolution.

All Revenue Bonds and CP Notes are issued pursuant to Subchapter II of Chapter 18 of the Wisconsin Statutes, as amended and a General Resolution and Series Resolutions adopted by the Building Commission. The Department has statutory authority (as amended) as of June 30, 2017, to issue a total of $3,931,472,900 of revenue obligations (excluding refunded Revenue Bonds), in order to partially finance the costs of the authorized projects, in addition to proceeds from State of Wisconsin ("State") general obligation debt, federal aid and other money in the State Transportation Fund. Of that statutory amount, the Program has authority to issue CP Notes in an aggregate outstanding principal amount not to exceed $275,000,000. As of June 30, 2017, the Wisconsin Department of Transportation (the "Department") has remaining statutory authority to issue $86,305,980 of additional revenue obligations.

Receipts provided from motor vehicle registration fees and certain other vehicle registration-related fees are used to service borrowing obligations, with debt service for Revenue Bonds having a first lien pledge of receipts and debt service for CP Notes having a subordinate pledge of receipts. The Department is responsible for managing the construction projects and the collection of motor vehicle registration fees and certain other vehicle registration-related fees.

The Department combined the cash receipts and disbursements of the Revenue Bonds and CP Notes, which had issued separate financial statements in prior years. This change was made to reflect all revenues obligations of the Program, and the Program's statutory authority, as discussed in the previous paragraph, and had no effect on the cash receipts and disbursements reported in prior years.

As part of the State's reporting entity, the Program's financial information is included in the State of Wisconsin Comprehensive Annual Financial Report.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Cash Receipts and Disbursements Basis of Accounting - The statements of cash receipts and disbursements present the Program's cash receipts and disbursements, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. Under this basis of accounting, cash receipts are recorded when received and disbursements are recorded when paid. The cash and investments balance is presented at cost.

The Department has entered into trust agreements, as amended, with The Bank of New York Mellon Trust Company, N.A. (the "Trustee"), relating to the creation and administration of the Bonds: 2005 Series A, 2007 Series 1, 2008 Series A, 2009 Series B (Taxable), 2010 Series A, 2010 Series B (Taxable), 2012 Series 1, 2012 Series 2, 2013 Series 1, 2014 Series 1, 2014 Series 2, 2015 Series 1, 2015 Series A, and 2017 Series 1, and CP Notes: 1997 Series A, 2006 Series A and 2013 Series A. Among other provisions, the trust agreements, in conjunction with the General Resolution, specify those funds to be created and maintained, the timing and flow of monies through the funds, the determination of the debt service reserve requirements (see Note 6) and the procedure to be followed for the redemption of the Bonds and CP Notes. It is the Department's view that the statements of cash receipts and disbursements along with the related notes meet the reporting requirements of the trust agreements.

Receipts and Disbursements:

Motor Vehicle Registration Fees Retained by Trustee - Motor vehicle registration fees and certain other vehicle registration-related fees retained by the Trustee are recorded at time of impounding, when transfer of possession occurs.

Investment Income - Investment income is recorded when received.

Bond Proceeds - Bonds proceeds are recorded as receipts on the date of closing at gross value of the issuance. All related fees are reported as bond issuance costs within disbursements.

CP Note Proceeds - Proceeds are recorded as receipts on the date of closing at gross value of the issuance when new CP Notes are issued by the program to finance highway related project costs. CP Notes maturing and subsequently reissued during the year are not reported as cash receipts and disbursements in the financial statements. All related fees are reported as issuance costs within disbursements.

Redemption Fund/Debt Service - Principal and Interest - Debt service payments on Bonds are recorded when paid.

Program Expenses - Represents payments for program expenses.

Subordinated Debt Service Fund/Debt Service - Principal and Interest - Debt service payments on CP Notes are recorded when paid. CP Notes payable that mature and are replaced with new CP Notes are not reflected in the statements of cash receipts and disbursements as there is no cash receipt or cash disbursement.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Net Premium Paid/(Discount Earned) on Investments - The net of the premium paid on investments purchased at more than face value and the discount earned on investments purchased at less than face value.

Highway Program Expenditures - Highway program expenditures are recorded when paid by the Program to the Transportation Fund of the State of Wisconsin.

Bond Issuance Costs - Costs associated with issuing Bonds and CP Notes, such as legal, financial advisor and accounting fees, are recorded when paid. For Bonds issued late in the fiscal year, subsequent payment of the related issuance costs may occur and be reported in the fiscal year following issuance of the obligations and recording of the proceeds.

Defeasance of Debt - Bonds are periodically retired before their maturity by the Program. In a current refunding, a disbursement is recorded when the refunded Bonds are paid, which may differ from when the refunding Bond proceeds are received. In an advance refunding, a disbursement is recorded at the settlement of the refunding Bonds when the payment to an escrow account occurs and the Program has defeased its obligation. The refunded Bonds are fully retired at a later date using the investments of the escrow account.

3. CASH AND INVESTMENTS

The Program's investment policies are governed by the General Resolution and Wisconsin Statutes. The Program is authorized to invest in direct obligations of or obligations guaranteed by the United States, obligations of agencies created or sponsored by an Act of Congress, obligations of any state or municipality that are rated in either of the two highest rating categories by a nationally recognized bond rating agency, bankers acceptances and certificates of deposit from banks with combined capital and surplus aggregating at least $100 million whose securities are rated within the two highest rating categories assigned by a nationally recognized rating agency, corporate commercial paper given the highest rating by S&P Global Ratings and Moody's Investors Service, Inc., and a fund whose assets consist of direct obligations or obligations guaranteed by the United States or obligations of agencies created or sponsored by Congress. Program assets are to be invested in the highest yielding authorized securities, with maturity or redemption dates coinciding as closely as possible with cash flow and liquidity needs of Program operations.

During fiscal years 2017 and 2016, the Program's assets were held in deposit accounts or invested in a money market fund, U.S. Treasury securities, and federal agency securities by the Trustee. The money market fund invests exclusively in obligations of the U.S. Treasury, including Treasury bills, bonds and notes. Program assets are reported at cost, which approximates fair value.

3. CASH AND INVESTMENTS (Continued)

The following tables summarizes the cost and fair market value for each of the investments:

	June 30, 2017		June 30, 2016	
Investment	**Cost**	**Fair Value**	**Cost**	**Fair Value**
Bank of New York Cash	$ 297,606	$ 297,606	$ 535,939	$ 535,939
Bank of New York Cash Reserve (deposit account)	119,070,592	119,070,592	128,498,966	128,498,966
Money Market Funds:				
• Dreyfus Treasury Cash Management	59,854,508	59,854,508	50,928,420	50,928,420
• Fidelity Institutional - Treasury Portfolio	1,166,018	1,166,018	1,354,282	1,354,282
• Goldman Sachs Financial Sq Funds	104,322	104,322	550,062	550,062
Federal Agency Securities:				
• Freddie Mac Discount Notes	33,312,654	33,431,000	-	-
• Federal Home Loan Bank Discount Notes	56,722,773	56,807,001	-	-
• Federal National Mortgage Association Discount Notes	-	-	57,930,533	58,073,000
• United States Treasury Note/Bond	110,793,338	110,789,843	93,432,259	92,320,838
Total	$381,321,811	$381,520,890	$333,230,461	$332,261,506

Investments of the Program are subject to various risks:

- Custodial credit risk is the risk that, in the event of failure of the counterparty (e.g., broker-dealer) to a transaction, the Program will not be able to recover the value of investments or collateral securities that are in the possession of another party. Securities of the U.S. government and its agencies were registered and held by the Program's agent in the Program's name. The deposit account is FDIC-insured up to $250,000 but is not collateralized. Money market funds are not insured or collateralized.

- Credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This risk is measured by the assignment of a rating by a nationally recognized statistical rating organization, such as S&P Global Ratings, Moody's Investors Service, Inc., and Fitch Ratings. As of June 30, 2017, the deposit account was rated Aa1 by Moody's, AA- by S&P and AA by Fitch. S&P's rating for U.S. government securities was AA+. Fitch rated one money market fund with an A. All remaining investments were rated AAA.

3. CASH AND INVESTMENTS (Continued)

- Concentration of credit risk may be a concern if investments in any one issuer represent 5 percent or more of net Program assets, excluding investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments. Concentration of credit risk is not addressed in the investment requirements. As of June 30, 2017, 31 percent of the Program's assets were held in a deposit account. 53 percent of the Program's assets were invested in federal agency securities and 16 percent in money market funds; however, this fund solely invests in U.S. government securities.

- Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. The Freddie Mac (FHLMC) Discount Notes will mature on July 3, 2017.

- Foreign currency risk is the risk that changes in currency exchange rates will adversely affect the fair value of an investment. Foreign currency holdings are not specifically addressed in the Program's investment requirements; however, no investments denominated in foreign currency were held by the Program as of June 30, 2017.

Fair Value Measurements

The Program categorizes the fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant observable inputs; Level 3 inputs are significant unobservable inputs.

The Program has the following fair value measurements as of June 30, 2017 and 2016:

	Fair Value Measurements Using:		
	Level 1	Level 2	Level 3
Investments – June 30, 2017:			
Federal Home Loan Bank Discount Notes	$ 56,807,001	$ -	$ -
Freddie Mac Discount Notes	33,431,000	-	-
United States Treasury Note/Bond	110,789,843	-	-
Total investments by fair value level	$ 201,027,844	$ -	$ -
Investments – June 30, 2016:			
Federal National Mortgage Association Discount Notes	$ 58,703,000	$ -	$ -
United States Treasury Note/Bond	92,320,838	-	-
Total investments by fair value level	$ 151,023,838	$ -	$ -

4. BONDS

Revenue obligations in the form of Revenue Bonds are collateralized by a first lien pledge of income derived from vehicle registration fees under Section 341.25 of the Wisconsin Statutes and certain other vehicle registration-related fees, as collected by the Trustee ("Program Income"). The State has covenanted in the General Resolution that it will charge motor vehicle registration fees and certain other vehicle registration-related fees sufficient to pay principal and interest on the Bonds, as they become due, to pay program expenses, to maintain the Debt Service reserve requirement, and to pay principal and interest on CP Notes. Remaining Program Income is transferred to the Department free of the lien pledge of the General Resolution. The State is not generally liable on the Revenue Bonds nor are the projects financed by the Revenue Bonds pledged as collateral.

A summary of the revenue obligations in the form of Revenue Bonds outstanding as of June 30, 2017 and 2016 is as follows:

	2017	2016
Transportation Revenue Bonds, 1998 Series A, fixed interest rate of 5.5%, interest payable semiannually, annual principal payments of variable amounts through 2016	$ -	$ 8,825,000
Transportation Revenue Bonds, 2005 Series A, varying fixed interest rates of 5.0% interest payable semiannually, annual principal payments of variable amounts through 2021	28,575,000	43,440,000
Transportation Revenue Refunding Bonds, 2007 Series 1, varying fixed interest rates of 5.0%, interest payable semiannually, annual principal payments of variable amounts through 2022	189,235,000	200,070,000
Transportation Revenue Bonds, 2008 Series A, fixed interest rate of 5.0%, interest payable semiannually, annual principal payments of variable amounts through 2018	16,140,000	23,640,000
Transportation Revenue Bonds, 2009 Series B (Taxable), varying fixed interest rates from 4.15% to 5.84%, interest payable semiannually, annual principal payments of variable amounts through 2030	134,125,000	140,740,000
Transportation Revenue Bonds, 2010 Series A, fixed interest rate of 5.0%, interest payable semiannually, annual principal payments of variable amounts through 2021	21,165,000	50,005,000

4. BONDS (Continued)

Transportation Revenue Bonds, 2010 Series B (Taxable), varying fixed interest rates from 4.7% to 6.0%, interest payable semiannually, annual principal payments of variable amounts through 2031	123,925,000	123,925,000
Transportation Revenue Bonds, 2012 Series 1, varying fixed interest rates from 3.5% to 5.0%, interest payable semiannually, annual principal payments of variable amounts through 2032	207,040,000	272,235,000
Transportation Revenue Bonds, 2012 Series 2, varying fixed interest rates from 4.0% to 5.0%, interest payable semiannually, annual principal payments of variable amounts through 2024	116,400,000	116,400,000
Transportation Revenue Bonds, 2013 Series 1, varying fixed interest rates from 4.0% to 5.0%, interest payable semiannually, annual principal payments of variable amounts through 2033	207,375,000	259,680,000
Transportation Revenue Bonds, 2014 Series 1, varying fixed interest rates from 4.5% to 5.0%, interest payable semiannually, annual principal payments of variable amounts through 2034	162,280,000	244,465,000
Transportation Revenue Bonds, 2014 Series 2, fixed interest rates of 5.0%, interest payable semiannually, annual principal payments of variable amounts through 2027	94,130,000	94,130,000
Transportation Revenue Bonds, 2015 Series 1, varying fixed interest rates of 5.0%, interest payable semiannually, annual principal payments of variable amounts through 2029	189,685,000	207,240,000
Transportation Revenue Bonds, 2015 Series A, varying fixed interest rates from 3.0% to 5.0%, interest payable semiannually, annual principal payments of variable amounts through 2036	225,000,000	225,000,000
Transportation Revenue Bonds, 2017 Series 1, varying fixed interest rates 5.0%, interest payable semiannually, annual principal payments of variable amounts through 2037	284,520,000	-

4. BONDS (Continued)

Total principal amount of Bonds outstanding at June 30	1,999,595,000	1,989,795,000
Less: current maturities		
Available bond proceeds for current refunding	29,980,000	-
Program Income Deposits	103,350,000	102,395,000
Subtotal	133,330,000	102,395,000
Principal of Revenue Bonds outstanding at June 30 due beyond one year	$ 1,866,265,000	$ 1,887,400,000

At June 30, 2017, the Program had cash and investments totaling $29,980,000 from Revenue Bond proceeds to be used to retire principal payments due July 1, 2017.

Additional series of obligations may be issued on par with the Revenue Bond series outstanding and collateralized by an equal charge and lien on the Program Income. However, no additional series may be issued unless, among other things, Program Income, including interest, for 12 consecutive months within the preceding 18-month period is at least 2.25 times the maximum aggregate principal and interest requirement in any bond year for all outstanding Revenue Bonds.

Future maturities of Revenue Bonds payable as of June 30, 2017 are as follows:

Fiscal Year Ending June 30,	
2018	$ 133,330,000
2019	111,500,000
2020	120,735,000
2021	130,630,000
2022	136,050,000
2023 - 2027	592,695,000
2028 - 2032	507,515,000
2033 - 2037	256,135,000
2038	11,005,000
	$1,999,595,000

The 2009 Series B (Taxable) and 2010 Series B (Taxable) Bonds are "qualified build America Bonds" pursuant to Section 54AA of the Internal Revenue Code of 1986, as amended. The State expects to receive 35% of the interest payable to bondholders from the United States Treasury. Interest subsidies from the United States Treasury received in connection with these "build America Bonds" are not pledged to the payment of principal, interest, or redemption price on the Bonds and are not reported as income to the Program. The $4.5 million subsidy for interest due January 1 and July 1, 2017, was received and deposited in the State Transportation Fund. The subsidy was reduced by $.03 million (6.9%), as required by the Budget Control Act of 2011 (federal budget sequestration).

5. DEFEASED REVENUE BONDS

From time to time, the Program bonds to defease older Revenue Bonds in order to generate debt service savings. The proceeds from the issuance of Revenue Bonds, together with assets transferred from the refunded bond series, are deposited with an escrow agent in a separate Escrow Account. These funds are invested by an escrow agent in U.S. Treasury obligations and certain other government securities so that sufficient monies are available to pay the principal, interest and redemption price of the defeased Revenue Bonds.

A summary of the debt service savings and economic gain (present value of debt service savings) as a result of refunding transactions during the fiscal years ended June 30, 2017 and 2016 follows:

Refunding Issue	Debt Service Savings	Economic Gain
2017 Series 1	$ 13,145,714	$ 12,547,708
2015 Series 1	$ 23,817,151	$ 20,482,348
2014 Series 2	$ 8,217,454	$ 6,656,361

Defeased Revenue Bonds, totaling $392.4 million as of June 30, 2017, are not included in the outstanding Revenue Bonds summarized in Note 4. Also, the related securities in the Escrow Accounts are not included in the Program's cash and investments balance. Once defeased, no related activity in the Escrow Accounts is reported in the Program's Statements of Cash Receipts and Disbursements. The following is a summary of these defeased Bonds at June 30, 2017.

The Bonds defeased by 2014 Series 2 that remain outstanding were as follows:

Series	Maturity	Principal Amount	Redemption Date	Redemption Price
2008 Series A	July 1, 2019	$8,680,000		
	July 1, 2020	9,115,000		
	July 1, 2021	9,570,000		
	July 1, 2022	10,045,000		
	July 1, 2023	10,550,000		
	July 1, 2024	11,075,000		
	July 1, 2025	11,630,000		
	July 1, 2026	12,210,000	July 1, 2018	Par
		$82,875,000		

5. DEFEASED REVENUE BONDS (Continued)

The Bonds defeased by 2015 Series 1 that remain outstanding were as follows:

Series	Maturity	Principal Amount	Redemption Date	Redemption Price
2008 Series A	July 1, 2027	$12,825,000		
	July 1, 2028	13,465,000		
	July 1, 2029	14,140,000	July 1, 2018	Par
		40,430,000		
2014 Series 1	July 1, 2021	13,285,000		
	July 1, 2022	15,115,000		
	July 1, 2023	15,870,000		
	July 1, 2024	16,665,000		
	July 1, 2025	17,495,000		
	July 1, 2026	18,375,000	July 1, 2019	Par
		96,805,000		
		$137,235,000		

The Bonds defeased by 2017 Series 1 that remain outstanding were as follows:

Series	Maturity	Principal Amount	Redemption Date	Redemption Price
2010 Series A	July 1, 2018	$8,105,000		
	July 1, 2019	4,000,000		
	July 1, 2021	9,385,000	July 1, 2020	Par
		21,490,000		
2012 Series 1	July 1, 2023	8,675,000		
	July 1, 2024	9,105,000		
	July 1, 2025	9,560,000		
	July 1, 2026	10,040,000		
	July 1, 2027	10,540,000		
	July 1, 2028	11,070,000	July 1, 2022	Par
		58,990,000		
2013 Series 1	July 1, 2024	9,880,000		
	July 1, 2025	10,375,000		
	July 1, 2026	10,895,000		
	July 1, 2027	11,440,000	July 1, 2023	Par
		42,590,000		

5. DEFEASED REVENUE BONDS (Continued)

2014 Series 1	July 1, 2020	9,715,000	July 1, 2019	
	July 1, 2027	19,285,000	July 1, 2022	
	July 1, 2028	20,255,000	July 1, 2022	Par
		49,255,000		
		$172,325,000		

Total defeased Bonds outstanding at June 30, 2017: $392,435,000

6. DEBT SERVICE RESERVE FUND REQUIREMENT

The General Resolution creates a Reserve Fund for the Revenue Bonds; however, the balance as of June 30, 2017 is zero. The State, pursuant to each Series Resolution, specifies the Debt Service Reserve Requirement ("DSRR"), if any, for each series of Bonds. The individual DSRRs for each series of outstanding obligations are combined to determine the aggregate DSRR for the Reserve Fund. If all of the obligations cease to be outstanding, then the aggregate DSRR is reduced by the individual DSRR attributable to that obligation. Since 2003, the State has not specified a DSRR for any obligation that has been issued. Furthermore, the State does not currently expect to specify a DSRR for any future Series of additional Revenue Bonds; however, the State reserves the right to change its practice and specify a DSRR for any future series of additional obligations.

7. CP NOTES

A summary of the CP Notes outstanding as of June 30, 2017 and 2016 is as follows:

	2017	2016
Commercial Paper Notes of 1997, Series A	$ 20,458,000	$ 31,468,000
Commercial Paper Notes of 2006, Series A	11,260,000	21,985,000
Commercial Paper Notes of 2013, Series A	57,005,000	63,675,000
Total CP Notes Payable as of June 30	$ 88,723,000	$ 117,128,000

The CP Notes consist of interest-bearing obligations issued in initial denominations of $100,000 and additional increments of $1,000 above $100,000. The CP Notes are issued pursuant to Subchapter II of Chapter 18 of the Wisconsin Statutes as amended, Section 84.59 of the Wisconsin Statutes, the General Resolution, a Program Resolution and Series Resolutions adopted by the State of Wisconsin Building Commission. The CP Notes are revenue obligations of the State, payable solely from the Subordinated Debt Service Fund (see Note 8). The State is not generally liable on the notes, nor are the projects financed by the notes pledged as collateral.

7. CP NOTES (Continued)

In order to assure the timely payment of principal and interest on the notes, the State has entered into a Second Amended and Restated Credit Agreement, dated April 20, 2016, (the liquidity facility agreement) with State Street Bank and Trust Company (the "Credit Agreement") As of June 30, 2017, the commitment amount is $120,000,000, an amount not less than CP note principal outstanding at that time. This Credit Agreement expires April 20, 2019, but may be extended upon agreement of both parties. The Credit Agreement describes events which, if they occur, would cause early termination.

The CP Notes will mature no later than 270 days from the date of issuance provided that a liquidity facility agreement is in effect. No CP Notes may be issued with a maturity date after the stated expiration of the liquidity facility agreement or after the stated date of a substitute liquidity facility agreement. The principal of and interest on the notes will be paid at maturity and the CP Notes are not callable prior to maturity. The State expects to pay the principal on the notes with the proceeds of additional notes until the State provides permanent financing through the issuance of long-term obligations. Each note bears interest from its date of issuance, at the rate determined on the date of issuance (which may not exceed 12% per annum).

As of June 30, 2017, the CP Notes of 1997, Series A had maturities ranging from July 6 to August 3, 2017 and a weighted average interest rate of .8983%. The CP Notes of 2006, Series A had maturities of July 6, 2017 with a weighted average interest rate of .8758%. The CP Notes of 2013, Series A had maturities ranging from July 6 to July 11, 2017 and for a weighted average interest rate of 0.9582%.

As of June 30, 2016, the CP Notes of 1997, Series A had maturities ranging from July 5 to July 20, 2016. The CP Notes of 2006, Series A had maturities ranging from July 7 to July 20, 2016. The CP Notes of 2013, Series A had maturities ranging from July 7 to July 19, 2016. The weighted average interest rate for notes 1997, Series A and 2006, Series A was 0.48%. The 2013, Series A notes had a weighted average interest rate of 0.4758%.

8. SUBORDINATED DEBT SERVICE FUND

The General Resolution creates a Subordinated Debt Service Fund which is intended to be used to provide for the payment of principal and interest on the notes from Program Income deposited into this fund. The pledge of such Program Income to make payments for CP Notes is subordinate to the pledge of Program Income payments for outstanding Bonds.

9. ADMINISTRATIVE EXPENSES

The Program is not charged for certain departmental administrative expenses incurred by the State of Wisconsin related to the operation of the Program. All such costs are charged to the Transportation Fund of the State of Wisconsin. Costs charged to the Program include Revenue Bonds and CP Notes expenses of the trustee, audit fees and other direct expenses of the Program.

SUPPLEMENTARY INFORMATION

WISCONSIN TRANSPORTATION REVENUE OBLIGATION PROGRAM

SUPPLEMENTARY INFORMATION - SCHEDULE OF MOTOR VEHICLE REGISTRATION AND REGISTRATION-RELATED FEES RETAINED BY TRUSTEE

FOR THE YEAR ENDED JUNE 30, 2017

	July 2016	October 2016	January 2017	April 2017	Total
Program Expense	$ 182,000	$ 165,000	$ 205,000	$ 199,000	$ 751,000
Program Income					0
1998 Series A	(17,155)				(17,155)
2005 Series A	327,410	357,188	357,188	357,188	1,398,974
2007 Series 1	7,988,735	8,016,720	8,016,720	8,016,720	32,038,895
2008 Series A	2,155,947	2,170,500	2,170,500	2,170,500	8,667,447
2009 Series B (Taxable)	3,485,179	3,502,876	3,502,876	3,502,876	13,993,807
2010 Series A	2,447,916	2,463,188	2,463,188	2,463,188	9,837,480
2010 Series B (Taxable)	1,698,939	1,704,171	1,704,171	1,704,171	6,811,452
2012 Series 1	4,921,813	4,943,500	4,943,500	4,943,500	19,752,313
2012 Series 2	4,219,201	4,223,488	4,223,488	4,223,488	16,889,665
2013 Series 1	2,982,219	2,982,225	2,982,225	2,982,225	11,928,894
2014 Series 1	6,171,386	6,171,394	6,171,394	6,171,394	24,685,568
2014 Series 2	1,114,169	1,176,625	1,176,625	1,176,625	4,644,044
2015 Series 1	8,144,924	8,184,813	8,184,813	8,184,813	32,699,363
2015 Series A	3,337,067	3,344,550	3,344,550	3,344,550	13,370,717
1997 Series A CP	2,893,848	2,913,750	2,913,750	2,913,750	11,635,098
2006 Series A CP	2,795,607	2,815,000	2,815,000	2,815,000	11,240,607
2013 Series A CP	1,737,939	1,750,000	1,750,000	1,750,000	6,987,939
Total	$ 56,587,143	$ 56,884,988	$ 56,924,988	$ 56,918,988	$ 227,316,107

WISCONSIN TRANSPORTATION REVENUE OBLIGATION PROGRAM

SUPPLEMENTARY INFORMATION - BONDS OUTSTANDING - 2005 SERIES A
JUNE 30, 2017

Maturity July 1,	Rate (%)	Principal
2020	5.00	$ 28,575,000
		$ 28,575,000

WISCONSIN TRANSPORTATION REVENUE OBLIGATION PROGRAM

SUPPLEMENTARY INFORMATION - BONDS OUTSTANDING - 2007 SERIES 1
JUNE 30, 2017

Maturity July 1,	Rate (%)	Principal
2017	5.00	$ 22,800,000
2018	5.00	50,180,000
2019	5.00	52,735,000
2020	5.00	33,540,000
		$ 159,255,000

WISCONSIN TRANSPORTATION REVENUE OBLIGATION PROGRAM

SUPPLEMENTARY INFORMATION - BONDS OUTSTANDING - 2008 SERIES A

Maturity July 1,	Rate (%)	Principal
2017	5.00	$ 7,875,000
2018	5.00	8,265,000
		$ 16,140,000

WISCONSIN TRANSPORTATION REVENUE OBLIGATION PROGRAM

SUPPLEMENTARY INFORMATION - BONDS OUTSTANDING - 2009 SERIES B (TAXABLE)
JUNE 30, 2017

Maturity July 1,	Rate (%)	Principal
2017	4.15	$ 6,880,000
2018	4.44	7,165,000
2019	4.54	7,485,000
2020	4.74	7,825,000
2021	4.89	8,200,000
2022	5.04	8,600,000
2023	5.19	9,040,000
2024	5.29	9,510,000
2025	5.44	10,015,000
2026	5.84	10,555,000
2027	5.84	11,180,000
2028	5.84	11,840,000
2029	5.84	12,545,000
2030	5.84	13,285,000
		$ 134,125,000

WISCONSIN TRANSPORTATION REVENUE OBLIGATION PROGRAM

SUPPLEMENTARY INFORMATION - BONDS OUTSTANDING - 2010 SERIES A
JUNE 30, 2017

Maturity July 1,	Rate (%)	Principal
2017	5.00	$ 7,720,000
2019	5.00	4,510,000
2020	5.00	8,935,000
		$ 21,165,000

WISCONSIN TRANSPORTATION REVENUE OBLIGATION PROGRAM

SUPPLEMENTARY INFORMATION - BONDS OUTSTANDING - 2010 SERIES B (TAXABLE)
JUNE 30, 2017

Maturity July 1,	Rate (%)		Principal
2022	4.70	$	9,850,000
2023	4.90		10,345,000
2024	5.10		10,865,000
2025	5.30		11,405,000
2026	5.50		11,975,000
2027	5.60		12,575,000
2028	5.70		13,205,000
2029	5.80		13,865,000
2030	5.85		14,555,000
2031	6.00		15,285,000
		$	123,925,000

WISCONSIN TRANSPORTATION REVENUE OBLIGATION PROGRAM

SUPPLEMENTARY INFORMATION - BONDS OUTSTANDING - 2012 SERIES 1
JUNE 30, 2017

Maturity July 1,	Rate (%)	Principal
2017	5.00	$ 6,510,000
2018	5.00	6,840,000
2019	5.00	7,180,000
2020	3.50 & 5.00 (3)	7,530,000
2021	5.00	39,575,000
2022	5.00	41,590,000
2023	5.00	30,370,000
2024	5.00	17,350,000
2029	5.00	11,620,000
2030	5.00	12,205,000
2031	5.00	12,815,000
2032	5.00	13,455,000
		$ 207,040,000

(3) $2,500,000 @ 3.50% and $5,030,000 @ 5.00%

WISCONSIN TRANSPORTATION REVENUE OBLIGATION PROGRAM

SUPPLEMENTARY INFORMATION - BONDS OUTSTANDING - 2012 SERIES 2
JUNE 30, 2017

Maturity July 1,	Rate (%)	Principal
2017	4.00	$ 11,335,000
2018	4.00	11,575,000
2019	4.00 & 5.00 (1)	12,035,000
2020	5.00	12,700,000
2021	5.00	13,425,000
2022	5.00	27,315,000
2023	5.00	13,665,000
2024	5.00	14,350,000
		$ 116,400,000

(1) $3,195,000 @ 4.00% and $8,840,000 @ 5.00%

WISCONSIN TRANSPORTATION REVENUE OBLIGATION PROGRAM

SUPPLEMENTARY INFORMATION - BONDS OUTSTANDING - 2013 SERIES 1
JUNE 30, 2017

Maturity July 1,	Rate (%)	Principal
2018	4.00 & 5.00 (1)	$ 10,675,000
2019	4.00 & 5.00 (2)	11,290,000
2020	4.00 & 5.00 (3)	11,940,000
2021	4.00 & 5.00 (4)	12,585,000
2023	4.00 & 5.00 (5)	15,255,000
2024	5.00	16,055,000
2025	5.00	32,160,000
2026	5.00	16,080,000
2028	5.00	12,010,000
2029	5.00	12,610,000
2030	5.00	13,240,000
2031	4.00	13,905,000
2032	4.50	14,460,000
2033	4.00 & 5.00 (6)	15,110,000
		$ 207,375,000

(1) $2,500,000 @ 4.00% and $8,175,000 @ 5.00%
(2) $3,500,000 @ 4.00% and $7,790,000 @ 5.00%
(3) $6,000,000 @ 4.00% and $5,940,000 @ 5.00%
(4) $3,690,000 @ 4.00% and $8,895,000 @ 5.00%
(5) $7,000,000 @ 4.00% and $8,255,000 @ 5.00%
(6) $13,110,000 @ 4.00% and $2,000,000 @ 5.00%

WISCONSIN TRANSPORTATION REVENUE OBLIGATION PROGRAM

SUPPLEMENTARY INFORMATION - BONDS OUTSTANDING - 2014 SERIES 1
JUNE 30, 2017

Maturity July 1,	Rate (%)		Principal
2017	5.00	$	14,495,000
2018	5.00		1,830,000
2019	5.00		1,670,000
2029	5.00		21,270,000
2030	5.00		22,330,000
2031	5.00		23,450,000
2032	4.50		24,620,000
2033	4.50		25,730,000
2034	4.50		26,885,000
		$	162,280,000

WISCONSIN TRANSPORTATION REVENUE OBLIGATION PROGRAM

SUPPLEMENTARY INFORMATION - BONDS OUTSTANDING - 2014 SERIES 2
JUNE 30, 2017

Maturity July 1,	Rate (%)	Principal
2019	5.00	$ 8,040,000
2020	5.00	8,440,000
2021	5.00	8,860,000
2022	5.00	9,300,000
2023	5.00	9,770,000
2024	5.00	10,255,000
2025	5.00	10,770,000
2026	5.00	11,305,000
2027	5.00	17,390,000
		$ 94,130,000

WISCONSIN TRANSPORTATION REVENUE OBLIGATION PROGRAM

SUPPLEMENTARY INFORMATION - BONDS OUTSTANDING - 2015 SERIES 1
JUNE 30, 2017

Maturity July 1,	Rate (%)	Principal
2017	5.00	$ 23,255,000
2018	5.00	12,390,000
2019	5.00	13,105,000
2021	5.00	26,605,000
2022	5.00	13,940,000
2023	5.00	14,640,000
2024	5.00	15,370,000
2025	5.00	16,135,000
2026	5.00	16,950,000
2027	5.00	11,830,000
2028	5.00	12,420,000
2029	5.00	13,045,000
		$ 189,685,000

WISCONSIN TRANSPORTATION REVENUE OBLIGATION PROGRAM

SUPPLEMENTARY INFORMATION - BONDS OUTSTANDING - 2015 SERIES A
JUNE 30, 2017

Maturity July 1,	Rate (%)	Principal
2017	5.00	$ 2,480,000
2018	5.00	2,580,000
2019	5.00	2,685,000
2020	5.00	2,790,000
2021	5.00	2,930,000
2022	5.00	9,805,000
2023	5.00	10,295,000
2024	5.00	10,805,000
2025	4.00	11,350,000
2026	3.00	11,915,000
2027	5.00	12,510,000
2028	5.00	13,135,000
2029	5.00	13,795,000
2030	5.00	14,485,000
2031	5.00	15,205,000
2032	5.00	15,970,000
2033	5.00	16,765,000
2034	5.00	17,605,000
2035	5.00	18,485,000
2036	5.00	19,410,000
		$ 225,000,000

WISCONSIN TRANSPORTATION REVENUE OBLIGATION PROGRAM

SUPPLEMENTARY INFORMATION - BONDS OUTSTANDING - 2017 SERIES A
JUNE 30, 2017

Maturity July 1,	Rate (%)	Principal
2020	5.00	$ 8,355,000
2021	5.00	23,870,000
2022	5.00	15,210,000
2023	5.00	8,675,000
2024	5.00	18,985,000
2025	5.00	19,935,000
2026	5.00	20,935,000
2027	5.00	48,015,000
2028	5.00	38,415,000
2029	5.00	7,450,000
2030	5.00	7,820,000
2031	5.00	8,210,000
2032	5.00	8,620,000
2033	5.00	9,055,000
2034	5.00	9,505,000
2035	5.00	9,980,000
2036	5.00	10,480,000
2037	5.00	11,005,000
		$ 284,520,000
Total Bonds Outstanding		$ 1,969,615,000

WISCONSIN TRANSPORTATION REVENUE OBLIGATION PROGRAM

SUPPLEMENTARY INFORMATION - CP NOTES OUTSTANDING - JUNE 30, 2017

1997 SERIES A

Maturity July 1,	Rate (%)*		Principal
2017	VR	$	11,655,000
2018	VR		8,803,000
		$	20,458,000

2006 SERIES A

Maturity July 1,	Rate (%)*		Principal
2017	VR	$	11,260,000
		$	11,260,000

2013 SERIES A

Maturity July 1,	Rate (%)*		Principal
2017	VR	$	7,000,000
2018	VR		7,350,000
2019	VR		7,720,000
2020	VR		8,105,000
2021	VR		8,510,000
2022	VR		8,935,000
2023	VR		9,385,000
		$	57,005,000

Total CP Notes Outstanding	$	88,723,000
Total Revenue Obligations Outstanding	$	2,058,338,000

*The CP Notes will mature no later than 270 days from the date of issuance provided that a liquidity facility agreement is in effect. The State expects to pay the principal on the CP Notes with the proceeds of additional CP Notes until the State provides permanent financing through the issuance of long-term Bonds or funds deposited in the Subordinate Debt Service Fund. Each CP Note bears interest from its date of issuance, at the rate determined on the date of issuance(which may not exceed 12% per annum).

UNAUDITED INFORMATION

The following information has been prepared by the Wisconsin Department of Transportation and is unaudited.

Unaudited Information

WISCONSIN TRANSPORTATION REVENUE OBLIGATION PROGRAM

Schedule of Program Revenue (Unaudited)
For the Fiscal Years Ended June 30, 2017 and 2016

Date	Section 341.25 Registration Fees: Registration Non-IRP	Section 341.25 Registration Fees: IRP Revenues (2)	Subtotal	Title Transaction Fees	Counter Service Fees and Personalized License Plates	Subtotal (1)	Other Miscellaneous Vehicle Registration & Related Fees	Total Program Revenues
July, 2016	$ 35,433,617	$ 4,344,496	$ 39,778,113	$ 8,151,659	$ 690,558	$ 48,620,330	$ 1,286,000	$ 49,906,329
August, 2016	37,264,174	$ 4,342,738	41,606,912	9,507,568	743,298	51,857,779	1,431,713	53,289,491
September, 2016	34,018,007	$ 5,938,960	39,956,967	8,933,051	675,000	49,565,018	1,349,429	50,914,447
October, 2016	33,939,275	$ 6,585,008	40,524,283	8,140,326	622,997	49,287,606	1,259,295	50,546,901
November, 2016	43,465,955	5,625,103	49,091,058	7,822,231	571,026	57,484,314	1,289,030	58,773,344
December, 2016	56,333,585	8,059,619	64,393,204	7,666,484	557,097	72,616,785	1,134,390	73,751,175
January, 2017	38,428,483	6,599,583	45,028,066	7,095,725	568,211	52,692,002	1,128,772	53,820,773
February, 2017	33,068,159	9,458,355	42,526,514	6,923,036	579,514	50,029,064	1,099,226	51,128,290
March, 2017	44,405,063	7,985,543	52,390,606	9,751,108	785,914	62,927,628	1,453,794	64,381,422
April, 2017	39,663,560	12,074,803	51,738,362	8,810,522	752,586	61,301,470	1,358,514	62,659,984
May, 2017	40,384,728	19,466,766	59,851,495	9,987,534	790,621	70,629,650	1,478,945	72,108,594
June, 2017	39,438,419	6,860,352	46,298,771	9,723,752	757,372	56,779,895	1,452,012	58,231,907
TOTAL for Fiscal Year ended June 30, 2017	$ 475,843,027	$ 97,341,325	$ 573,184,352	$ 102,512,996	$ 8,094,194	$ 683,791,542	$ 15,721,118	$ 699,512,660

Date	Section 341.25 Registration Fees: Registration Non-IRP	Section 341.25 Registration Fees: IRP Revenues (2)	Subtotal	Title Transaction Fees	Counter Service Fees and Personalized License Plates	Subtotal (1)	Other Miscellaneous Vehicle Registration & Related Fees	Total Program Revenues
July, 2015	$ 37,227,861	$ 4,627,480	$ 41,855,341	$ 9,094,181	$ 745,417	$ 51,694,939	$ 1,382,069	$ 53,077,008
August, 2015	33,887,210	3,507,309	37,394,519	8,441,154	668,661	46,504,334	1,280,107	47,784,441
September, 2015	35,482,994	6,673,878	42,156,872	8,678,770	656,151	51,491,794	1,327,949	52,819,743
October, 2015	32,262,512	5,638,478	37,900,990	8,306,520	633,822	46,841,331	1,252,598	48,093,930
November, 2015	42,228,457	5,491,781	47,720,238	7,156,986	532,840	55,410,064	1,178,886	56,588,950
December, 2015	53,710,405	7,460,779	61,171,184	6,970,237	526,571	68,667,992	1,095,603	69,763,594
January, 2016	37,854,648	8,055,173	45,909,821	6,733,807	544,080	53,187,708	1,076,726	54,264,435
February, 2016	37,368,614	7,639,398	45,008,012	7,298,288	637,028	52,943,327	1,105,329	54,048,656
March, 2016	46,789,033	10,299,897	57,088,930	9,643,578	876,598	67,609,106	1,448,573	69,057,679
April, 2016	40,773,438	13,705,532	54,478,970	8,514,694	802,472	63,796,137	1,303,039	65,099,176
May, 2016	38,326,307	10,948,487	49,274,794	8,831,890	752,162	58,858,846	1,478,613	60,337,458
June, 2016	39,431,370	6,020,928	45,452,298	9,426,729	755,315	55,634,342	1,537,293	57,171,635
TOTAL for Fiscal Year ended June 30, 2016	$ 475,342,850	$ 90,069,121	$ 565,411,970	$ 99,096,834	$ 8,131,116	$ 672,639,921	$ 15,466,786	$ 688,106,706

(1) This is the amount of Program Revenue for which the State has undertaken to provide continuing disclosure and the amount of Program Revenue that will be used for determining the debt service coverage ratio and the additional bonds test.

(2) IRP - The International Registration Plan is a multi-state compact for collecting and sharing large truck registration fees. Under the IRP, the registration fees on trucks involved in multi-state commercial activity are collected by the state in which the company is headquartered and are split between the participating states on the basis of proportionate mileage.

APPENDIX B

INFORMATION ABOUT THE STATE

This Appendix includes by reference information concerning the State of Wisconsin **(State)** contained in Part II of the State of Wisconsin Continuing Disclosure Annual Report, dated December 23, 2016 **(2016 Annual Report)**, as revised by the inclusion of the State's audited General Purpose External Financial Statements as described below. This Appendix also makes updates and additions to the information presented in Part II of the 2016 Annual Report, including, but not limited to:

- Actual General Fund condition statement for the 2016-17 fiscal year as included in the Annual Fiscal Report (budget basis), dated October 15, 2017.
- Actual General Fund tax collections for the 2016-17 fiscal year, as included in the Annual Fiscal Report (budget basis) dated October 15, 2017.
- Estimated General Fund tax collections for the 2017-19 biennium, as included in a report provided by the Legislative Fiscal Bureau (**LFB**) on January 18, 2017 **(January 2017 LFB Report)** and the enacted budget for the 2017-19 biennium **(2017 Wisconsin Act 59)**.
- Information about 2017 Wisconsin Act 59.
- General Fund information for the 2016-17 fiscal year through June 30, 2017 and for the 2017-18 fiscal year through September 30, 2017, which is presented on either a cash basis or an agency-recorded basis, and projected General Fund information for the remainder of the 2017-18 fiscal year, which is presented on a cash basis.

Part II of the 2016 Annual Report contains general information about the State. More specifically, that part presents information about the following matters:

- State's revenue and expenditures
- State's operations, financial procedures, accounting, and financial reporting
- Organization of, and services provided by, the State
- Budget process and fiscal controls
- State budget (including results of fiscal year 2015-16 and State budget for the 2015-17 biennium)
- Potential effects of litigation
- State obligations
- Employee pension funds and other post-employment benefits
- State Investment Board
- Statistical information about the State's population, income, and employment

The State's audited general purpose external financial statements for the fiscal year ended June 30, 2016 were not available as of the date of the 2016 Annual Report. On March 30, 2017, the Comprehensive Annual Financial Report **(CAFR)** and the audited General Purpose External Financial Statements section of the CAFR for the fiscal year ended June 30, 2016 were published. The State filed both documents with the Municipal Securities Rulemaking Board **(MSRB)** through its through its Electronic Municipal Market Access **(EMMA)** system on March 31, 2017. *In addition, the General Purpose External Financial Statements have been made part of APPENDIX A to Part II of the 2016 Annual Report.* No other information in Part II of the 2016 Annual Report was updated, and the revision of Part II of the 2016 Annual Report to include the audited General Purpose External Financial Statements does not create any implication that any other information in the 2016 Annual Report remains accurate at any time after its date.

The 2016 Annual Report was filed with the MSRB through its EMMA system. The 2016 Annual Report along with the CAFR and General Purpose External Financial Statements are also available from the part of the Capital Finance Office web site called "Official Disclosure for Bonds, Notes, and Other Securities

Issued by the State of Wisconsin". The Capital Finance Office web site is located at the following address:

www.doa.wi.gov/capitalfinance

Copies of the 2016 Annual Report may also be obtained from:

State of Wisconsin Department of Administration
Capital Finance Office
101 E. Wilson Street, FLR 10
P.O. Box 7864
Madison, WI 53707-7864
(608) 267-0374
DOACapitalFinanceOffice@wisconsin.gov

The State independently provided, from July 2001 to June 2013, monthly reports on general fund financial information. The State did not provide these monthly reports from June 2013 through March 2014, and the frequency of the reports provided since that time has been less than monthly. These reports are not required by any of the State's undertakings to provide information concerning the State's securities. These reports are available on the State's Capital Finance Office web site that is listed above, and were filed as additional voluntary information with the MSRB through its EMMA system; however, the reports are not incorporated by reference into this Official Statement or Part II of the 2016 Annual Report. The State is not obligated to provide such reports at any time in the future.

After publication and filing of the 2016 Annual Report, certain changes or events have occurred that affect items discussed in the 2016 Annual Report. Listed below by reference to particular sections of Part II of the 2016 Annual Report, are changes or additions to the discussions contained in those particular sections. When such changes occur, the State may or may not file notices with the MSRB. However, the State has filed, and expects to continue to file, informational notices with the MSRB, some of which may be notices that are not required to be filed under the State's undertakings.

This Official Statement includes changes or additions based on information released after the date of the Preliminary Official Statement (November 14, 2017). Any such change or addition is identified accordingly.

State Budget; Budget for 2016-17 Fiscal Year (Part II, Pages 35-36). Update with the following information:

Fiscal Year 2016-17 Results

The 2016-17 fiscal year ended on June 30, 2017. The Annual Fiscal Report (budgetary basis) for the 2016-17 fiscal year, dated October 15, 2017, includes the ending budgetary undesignated balance for the 2016-17 fiscal year, along with final General Fund tax collection amounts. The State filed the Annual Fiscal Report (budgetary basis) for the 2016-17 fiscal year with the MSRB through its EMMA system, and a copy is available from the State as provided above on this page.

The State ended the 2016-17 fiscal year with an undesignated balance of $579 million. This amount is $448 million more than the projected ending balance for that fiscal year in the 2015-17 biennial budget (2015 Wisconsin Act 55), $152 million more than the projected ending balance that was included in the January 2017 LFB Report, and $112 million more than the assumed beginning balance for the 2017-18 fiscal year as stated in 2017 Wisconsin Act 59.

The table below includes the General Fund condition statement for the 2016-17 fiscal year. The table also includes, for comparison, the General Fund condition statement for the 2015-16 fiscal year, the estimated General Fund condition statement included in the 2015-17 biennial budget, and the estimated General Fund condition statement included in the January 2017 LFB Report.

GENERAL FUND CONDITION STATEMENT
2016-17 FISCAL YEAR
(in Millions)

	2015-16 Fiscal Year Annual Fiscal Report	2016-17 Fiscal Year: 2015-17 Biennial Budget	2016-17 Fiscal Year: LFB January 2017	2016-17 Fiscal Year: Annual Fiscal Report
Revenues				
Opening Balance	$ 135.6	$ 161.8	$ 331.0	$ 331.0
Prior-Year Designation	91.3	-	-	131.9
Taxes	15,097.5	15,791.6	15,503.6	15,517.6
Department Revenues				
Tribal Gaming	26.2	23.1	24.4	26.8
Other	491.4	513.5	518.9	520.7
Total Available	$ 15,842.0	$ 16,490.0	$ 16,377.9	$ 16,528.1
Appropriations				
Gross Appropriations	$ 15,850.9	$ 17,041.4	$ 17,015.0	$ 17,099.1
Sum Sufficient Reestimates	-	-	(55.4)	
Transfers	38.0	39.5	39.5	39.5
Biennial Approp. Adjustments	-	-	(4.7)	
Compensation Reserves	0.9	18.6	18.6	1.2
Less: Lapses	(378.9)	(740.8)	(1,062.3)	(1,190.7)
Net Appropriations	$ 15,510.9	$ 16,358.7	$ 15,950.7	$ 15,949.1
Balances				
Gross Balance	331.0	131.4	427.2	579.0
Less: Req. Statutory Balance	n/a	(65.0)	(65.0)	n/a
Net Balance, June 30	$ 331.0	$ 66.4	$ 362.2	$ 579.0

January 2017 LFB Report – General Fund Condition Statement

The January 2017 LFB Report included an estimated gross ending balance on the General Fund condition statement for the 2016-17 fiscal year of $427 million, which was $296 million higher than the projected gross ending balance included in the 2015-17 biennial budget. A complete copy of the January 2017 LFB Report, which includes a national economic forecast and its application to the State's projected tax collections at that time, is included at the end of this APPENDIX B.

State Budget; Budget for 2016-17 Fiscal Year; Revenue Projections for 2016-17 Fiscal Year (Part II, Pages 35-36). Update with the following information:

Fiscal Year 2016-17 Results

The State's Annual Fiscal Report (budgetary basis) included final General Fund tax collections for the 2016-17 fiscal year. As presented in the table below, collections for fiscal year 2016-17 totaled $15.518 billion compared to $15.098 billion in fiscal year 2015-16, an increase of $420 million (2.8%). The State filed the Annual Fiscal Report (budgetary basis) for the 2016-17 fiscal year with the MSRB through its EMMA system, and a copy is available from the State as provided on page B-2.

The following table includes a summary of the final General Fund tax collections for the 2016-17 fiscal year. The table also includes, for comparison, the General Fund tax collections for the 2015-16 fiscal year, the projected tax collections for fiscal year 2016-17 which formed the basis for the 2015-17 biennial budget (2015 Wisconsin Act 55), and the projections as reported in the January 2017 LFB Report.

GENERAL FUND TAX REVENUE COLLECTIONS
2016-17 FISCAL YEAR
(in Millions)

		2016-17 Fiscal Year		
	2015-16 Fiscal Year Annual Fiscal Report	2015-17 Biennial Budget	LFB January 2017	Annual Fiscal Report
Individual Income	$ 7,740.8	$ 8,238.4	$ 8,050.0	$ 8,039.5
Sales and Use	5,065.8	5,224.0	5,215.0	5,223.9
Corp. Income & Franchise	963.0	1,015.7	900.0	920.9
Public Utility	360.6	373.4	359.7	360.5
Excise				
Cigarettes	573.4	545.5	565.0	564.2
Tobacco Products	76.1	73.6	82.0	80.3
Liquor & Wine	50.0	49.4	51.0	52.1
Beer	9.0	8.4	8.9	9.1
Insurance Company	177.3	187.0	187.0	181.6
Miscellaneous Taxes	81.5	76.3	85.0	85.5
TOTAL	$15,097.5	$ 15,791.6	$ 15,503.6	$15,517.6

September 2017 LFB Report – General Fund Tax Collections

A report from the LFB dated September 8, 2017 provided preliminary General Fund tax collections for the 2016-17 fiscal year. These numbers are the same as the unaudited fiscal tax collections for the 2016-17 fiscal year as reported by the Department of Revenue on September 14, 2017. The preliminary estimate was $14 million, or 0.1%, higher than the January 2017 LFB Report and $420 million, or 2.8%, higher than the 2015-16 fiscal year actual General Fund tax collections.

May 2017 LFB Memorandum – General Fund Tax Collections

In May of odd-numbered years, LFB typically reviews tax collections to date and current economic forecasts to determine if adjustments to its reports typically released in January are required. LFB again completed this review, and released a memorandum on May 10, 2017 **(May 2017 LFB Report)** stating that the estimates in the January 2017 LFB Report were reasonable and should not be adjusted.

January 2017 LFB Report – General Fund Tax Collections

The January 2017 LFB Report included estimates of General Fund tax collections for the 2016-17 fiscal year, which were $15.504 billion, or an increase of $406 million (2.7%) from collections in the 2015-16 fiscal year, and an increase of $63 million (0.4%) from a statutorily required report provided by the Wisconsin Department of Administration (**DOA**) on November 21, 2016 **(November 2016 DOA Report)**.

A complete copy of the January 2017 LFB Report, which includes a national economic forecast and its application to the State's projected tax collections at that time, is included at the end of this APPENDIX B. In addition, the State has filed the January 2017 LFB Report with the MSRB through its EMMA system, and a copy is available from the State as provided on page B-2.

State Budget; Budget for the 2017-19 Biennium (Part II; Pages 36-37). Update with the following information:

The Governor's executive budget for the 2017-18 and 2018-19 fiscal years was released on February 8, 2017. The Joint Committee on Finance (**JCF**) approved its version, which amended the Governor's executive budget, on September 11, 2017. The full Legislature considered the JCF substitute amendment, adopted an amended budget, and forwarded it to the Governor for his signature on September 20, 2017. The Governor signed 2017 Wisconsin Act 59 on September 21, 2017 with some vetoes.

Based on 2017 Wisconsin Act 59 with vetoes, the General Fund's gross ending balances for the biennium are estimated to be $443 million for the 2017-18 fiscal year and $211 million for the 2018-19 fiscal year.

The Governor's executive budget along with the text of 2017 Wisconsin Act 59 can be obtained from the following website:

http://doa.wi.gov/Divisions/Budget-And-Finance/State-Budget-Office

The LFB has produced a final cumulative summary of the executive and legislative action on the 2017-19 biennial budget, including a summary of provisions of 2017 Wisconsin Act 59. This final cumulative summary became available after the date of the Preliminary Official Statement (November 14, 2017). In addition, LFB has produced a summary document of the Governor's executive budget along with a comparative summary of the Governor's executive budget and the JCF budget for the 2017-19 biennium. These summaries can be obtained from the following website:

https://docs.legis.wisconsin.gov/misc/lfb/budget/2017_19_biennal_budget

The above websites are identified for the convenience of the reader only and are not incorporated by reference into this Official Statement. In addition, information about the Governor's executive budget for the 2017-19 biennium, the LFB comparison of the Governor's executive budget to the JCF budget, and the LFB comparative summary of all provisions from 2017 Wisconsin Act 59 have been filed with the MSRB through its EMMA system. All of the budget information is also available from the State as provided on page B-2.

The table at the top of the following page includes the estimated General Fund condition statement for the 2017-18 and 2018-19 fiscal years, as detailed in the Governor's executive budget for the 2017-19 biennium and 2017 Wisconsin Act 59, as enacted.

In addition, the table at the bottom of the following page provides a summary of estimated General Fund tax collections for the 2017-18 and 2018-19 fiscal years as presented in 2017 Wisconsin Act 59. Based on 2017 Wisconsin Act 59, the increase in tax collections is anticipated to be $560 million (3.6%), from the 2016-17 fiscal year to the 2017-18 fiscal year and $572 million (3.6%), from the 2017-18 fiscal year to the 2018-19 fiscal year. The following table also includes, for comparison purposes, the estimated collections from the November 2016 DOA Report and the January 2017 LFB Report.

ESTIMATED GENERAL FUND CONDITION STATEMENT
2017-18 AND 2018-19 FISCAL YEARS
(in Millions)

	2017-18 Fiscal Year		2018-19 Fiscal Year	
	Governor's Executive Budget	2017 Wisconsin Act 59	Governor's Executive Budget	2017 Wisconsin Act 59
Revenues				
Opening Balance	$ 453.0	$ 467.1	$ 297.7	$ 443.3
Taxes	15,973.2	16,077.7	16,573.0	16,650.0
Department Revenues				
Tribal Gaming	25.9	26.2	25.7	26.1
Other	493.2	493.2	447.4	443.3
Total Available	$ 16,945.3	$ 17,064.2	$ 17,343.8	$ 17,562.6
Appropriations				
Gross Appropriations	$ 16,899.2	$ 16,876.5	$ 17,619.1	$ 17,690.1
Current Session Bills	-	19.7	-	10.1
Transfers	59.9	40.2	41.4	41.6
Compensation Reserves	14.4	3.1	35.3	52.1
Less: Lapses	(326.0)	(318.5)	(438.6)	(441.8)
Net Appropriations	$ 16,647.5	$ 16,620.9	$ 17,257.3	$ 17,352.0
Balances				
Gross Balance	297.7	443.3	86.6	210.6
Less: Req. Statutory Balance	(70.0)	(70.0)	(75.0)	(75.0)
Net Balance, June 30	$ 227.7	$ 373.3	$ 11.6	$ 135.6

ESTIMATED GENERAL FUND TAX REVENUE COLLECTIONS
2017-18 AND 2018-19 FISCAL YEARS
(in Millions)

	2017-18 Fiscal Year			2018-19 Fiscal Year		
	DOA November 2016	LFB January 2017	2017 Wisconsin Act 59	DOA November 2016	LFB January 2017	2017 Wisconsin Act 59
Individual Income	$ 8,320.3	$ 8,360.0	$ 8,380.0	$ 8,655.2	$ 8,710.0	$ 8,720.0
Sales and Use	5,308.4	5,370.0	5,383.8	5,459.3	5,580.0	5,593.1
Corp. Inc. & Franch.	897.8	940.0	950.8	881.8	950.0	961.6
Public Utility	380.1	373.5	373.5	382.2	378.2	378.2
Excise						
Cigarettes	564.3	565.0	564.7	555.5	561.0	560.4
Tobacco Products	83.6	85.0	85.0	86.8	88.0	88.0
Liquor & Wine	51.8	52.0	52.0	52.7	53.0	53.0
Beer	9.1	8.9	8.9	9.1	8.8	8.8
Insurance Company	185.9	192.0	192.0	199.3	197.0	197.0
Miscellaneous Taxes	86.8	87.0	87.0	88.2	90.0	90.0
TOTAL	$15,888.1	$ 16,033.4	$ 16,077.7	$16,370.1	$ 16,616.0	$ 16,650.0

State Budget; Potential Effect of Litigation; Enforcement Provisions of Master Settlement Agreement **(Part II; Page 38).** Update with the following information**:**

Enforcement Provisions of Master Settlement Agreement

The State and 22 other states that signed the Master Settlement Agreement are in litigation with the major tobacco manufacturers regarding the post-2003 diligence of the states in their enforcement of certification and escrow payment laws designed to monitor and regulate the sale of cigarettes by tobacco manufacturers that did not sign the Master Settlement Agreement.

An arbitration proceeding regarding the dispute for calendar year 2004 has begun. Wisconsin received notice from the tobacco manufacturers in June 2017 that they will contest the State's diligence. Wisconsin's hearing is scheduled to take place in April 2018. Until that time, the State will not receive approximately $15 million of Master Settlement Agreement funds that have been withheld by tobacco manufacturers.

General Fund Information; General Fund Cash Flow (Part II; Pages 43-55). The following tables provide updates and additions to various tables containing General Fund information for the 2016-17 and 2017-18 fiscal years, which are presented on either a cash basis or an agency-recorded basis. Some of this information became available after the date of the Preliminary Official Statement (November 14, 2017).

Unless otherwise noted, the following tables include information through June 30, 2017 for the 2016-17 fiscal year, and through September 30, 2017 for the 2017-18 fiscal year. Please note the tables presented on an agency-recorded basis for the 2016-17 fiscal year are final and reflect any transactions for that fiscal year occurring during the months of July, August and September, 2017.

For the 2016-17 fiscal year, the results, projections, and estimates in the following tables reflect (except where noted in such tables) the enacted budget for the 2015-17 biennium (2015 Wisconsin Act 55), and the estimated General Fund tax revenues included in the November 2016 DOA Report and the January 2017 LFB Report. For the 2017-18 fiscal year, the results, projections, and estimates reflect 2017 Wisconsin Act 59 and the January 2017 LFB Report.

The comparison of monthly General Fund information that is presented on a cash basis has many inherent problems. Unforeseen events or variations from underlying assumptions may cause a decrease or increase in receipts and disbursements from those projected for any specific month. The following tables may show negative balances on a cash basis. The State can have a negative cash balance at the end of a fiscal year.

The Wisconsin 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 in an amount up to 9% of the general-purpose revenue appropriations then in effect 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.

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

Table II-11; General Fund Cash Flow (Part II; Page 47). Replace with the following updated tables.

ACTUAL GENERAL FUND CASH FLOW; JULY 1, 2016 TO JUNE 30, 2017[(a)(b)]
(Cash Basis)
(Amounts in Thousands)

	July 2016	August 2016	September 2016	October 2016	November 2016	December 2016	January 2017	February 2017	March 2017	April 2017	May 2017	June 2017
BALANCES[(a)(b)]												
Beginning Balance	$ 1,060,311	$ (146,310)	$ 818,825	$ 1,125,530	$ 1,903,622	$ 1,732,927	$ 1,276,921	$ 2,410,606	$ 2,274,361	$ 1,028,521	$ 1,269,831	$ 1,847,110
Ending Balance[(c)]	(146,310)	818,825	1,125,530	1,903,622	1,732,927	1,276,921	2,410,606	2,274,361	1,028,521	1,269,831	1,847,110	1,369,479
Lowest Daily Balance [(c)]	(217,092)	(147,381)	245,613	980,562	1,497,053	14,077	1,121,221	2,074,167	940,512	780,115	1,167,644	836,378
RECEIPTS												
TAX RECEIPTS												
Individual Income	$ 487,412	$ 798,604	$ 816,815	$ 767,801	$ 559,830	$ 664,948	$ 1,301,636	$ 596,975	$ 742,226	$ 1,144,772	$ 807,826	$ 798,812
Sales & Use	509,403	491,367	490,404	480,185	455,468	431,654	525,871	397,667	388,496	449,505	447,089	482,377
Corporate Income	31,799	28,898	190,159	41,838	32,721	191,018	53,526	55,135	197,471	84,769	59,480	185,054
Public Utility	25	26	301	16,001	204,109	131	2	51	6	5,209	189,908	15
Excise	65,149	61,593	65,727	62,193	61,036	57,047	56,544	54,403	50,740	52,210	55,362	66,758
Insurance	228	5,804	35,999	75	4,574	38,863	335	16,019	18,544	39,020	5,351	39,698
Subtotal Tax Receipts	$ 1,094,016	$ 1,386,292	$ 1,599,405	$ 1,368,093	$ 1,317,738	$ 1,383,661	$ 1,937,914	$ 1,120,250	$ 1,397,483	$ 1,775,485	$ 1,565,016	$ 1,572,714
NON-TAX RECEIPTS												
Federal	$ 755,424	$ 1,009,232	$ 852,227	$ 529,813	$ 719,421	$ 721,757	$ 620,495	$ 980,025	$ 999,511	$ 585,180	$ 666,385	$ 956,891
Other & Transfers	515,928	450,330	619,385	632,168	384,789	484,043	383,800	620,741	291,382	472,057	350,111	468,606
Subtotal Non-Tax Receipts	$ 1,271,352	$ 1,459,562	$ 1,471,612	$ 1,161,981	$ 1,104,210	$ 1,205,800	$ 1,004,295	$ 1,600,766	$ 1,290,893	$ 1,057,237	$ 1,016,496	$ 1,425,497
TOTAL RECEIPTS	$ 2,365,368	$ 2,845,854	$ 3,071,017	$ 2,530,074	$ 2,421,948	$ 2,589,461	$ 2,942,209	$ 2,721,016	$ 2,688,376	$ 2,832,722	$ 2,581,512	$ 2,998,211
DISBURSEMENTS												
Local Aids	$ 1,604,248	$ 189,043	$ 793,131	$ 100,094	$ 868,104	$ 1,250,587	$ 166,655	$ 657,933	$ 1,447,381	$ 108,524	$ 204,388	$ 1,833,694
Income Maintenance	985,172	719,310	773,713	726,744	754,110	833,525	747,048	786,840	846,860	731,964	745,043	535,782
Payroll and Related	301,415	323,227	502,723	303,117	437,896	413,804	442,970	367,815	632,966	373,713	421,173	479,571
Tax Refunds	87,392	92,922	90,360	117,565	138,543	155,781	65,727	519,877	528,330	464,497	159,372	129,651
Debt Service	250,746	-	-	116,003	-	-	-	-	-	487,726	36,759	-
Miscellaneous	343,016	556,217	604,385	388,459	393,990	391,770	386,124	524,796	478,679	424,988	437,498	497,144
TOTAL DISBURSEMENTS	$ 3,571,989	$ 1,880,719	$ 2,764,312	$ 1,751,982	$ 2,592,643	$ 3,045,467	$ 1,808,524	$ 2,857,261	$ 3,934,216	$ 2,591,412	$ 2,004,233	$ 3,475,842

(a) The results in this table reflect the budget for the 2016-17 fiscal year (2015 Wisconsin Act 55), the estimated General Fund tax revenues included in the report produced in the January 2017 LFB Report and the reconfirmed estimates provided in the May 2017 LFB Report. These do not include temporary reallocations of cash.

(b) The General Fund cash balances presented in this schedule are not based on generally accepted accounting principles (GAAP). The General Fund includes funds designated for operations and capital purposes of certain proprietary programs of the State's universities. Receipts and disbursements of such funds for the designated programs and the disbursement of such funds for other purposes are reflected in the cash flow. A use of the designated funds for purposes other than the proprietary programs is, in effect, a borrowing of such funds. Therefore, at any time that the balance in the General Fund is less than the balance of such designated funds, the State is obligated to replenish the designated funds to the extent of the shortfall. These designated funds ranged from $1.1 billion to $2.4 billion for the 2015-16 and 2016-17 fiscal years, and are anticipated to range from $1.1 billion to $2.4 billion in the 2017-18 fiscal year. In addition, the General Fund holds deposits for several escrow accounts pursuant to court orders or federal rulings. These funds have averaged and are expected to average approximately $25 million during each fiscal year.

(c) The Wisconsin Statutes provide certain administrative remedies to deal with periods when the General Fund may be in a negative cash position. The Secretary of Administration may temporarily reallocate cash in other funds to the General Fund in an amount up to 9% of the total general-purpose revenue appropriations then in effect with an additional amount up to 3% for a period of up to 30 days. The resulting amounts available for temporary reallocation in the 2016-17 fiscal year are approximately $1.531 billion and $510 million, respectively. If the amount available for temporary reallocation to the General Fund is not sufficient, then the Secretary of Administration is authorized to set priorities for payments from the General Fund and to prorate or defer certain payments.

ACTUAL GENERAL FUND CASH FLOW; JULY 1, 2017 TO SEPTEMBER 30, 2017[(a) (b)]
PROJECTED GENERAL FUND CASH FLOW; OCTOBER 1, 2017 TO JUNE 30, 2018[(a) (b)]
(Cash Basis)
(Amounts in Thousands)

	July 2017	August 2017	September 2017	October 2017	November 2017	December 2017	January 2018	February 2018	March 2018	April 2018	May 2018	June 2018
BALANCES[(a)(b)]												
Beginning Balance	$ 1,369,479	$ 683,578	$ 774,773	$ 1,131,482	$ 2,043,748	$ 1,738,962	$ 1,092,457	$ 2,479,024	$ 2,345,561	$ 803,375	$ 1,313,725	$ 1,721,663
Ending Balance[(c)]	683,578	774,773	1,131,482	2,043,748	1,738,962	1,092,457	2,479,024	2,345,561	803,375	1,313,725	1,721,663	1,296,460
Lowest Daily Balance [(c)]	366,105	(43,568)	403,680	819,535	1,438,694	(12,600)	714,652	1,717,929	803,374	311,053	951,937	919,541
RECEIPTS												
TAX RECEIPTS												
Individual Income	$ 737,127	$ 582,634	$ 694,115	$ 914,923	$ 636,356	$ 540,671	$ 1,418,373	$ 694,373	$ 595,576	$ 1,502,608	$ 673,075	$ 740,367
Sales & Use	520,841	521,403	494,469	500,009	480,330	440,892	541,551	413,058	396,685	458,769	460,771	499,312
Corporate Income	42,449	25,114	186,257	38,399	25,430	202,744	41,215	41,258	227,735	65,789	42,952	208,345
Public Utility	57	31	102	16,615	211,940	136	2	53	6	5,409	197,194	15
Excise	68,987	59,845	63,536	60,871	62,225	57,164	60,657	47,257	52,816	58,661	57,093	62,226
Insurance	100	2,810	40,427	77	4,696	39,902	344	16,447	19,040	40,063	5,495	40,759
Subtotal Tax Receipts	$ 1,369,561	$ 1,191,837	$ 1,478,906	$ 1,530,894	$ 1,420,977	$ 1,281,509	$ 2,062,142	$ 1,212,446	$ 1,291,858	$ 2,131,299	$ 1,436,580	$ 1,551,024
NON-TAX RECEIPTS												
Federal	$ 875,292	$ 683,556	$ 816,059	$ 626,076	$ 678,991	$ 678,282	$ 853,315	$ 910,928	$ 806,697	$ 646,633	$ 702,080	$ 803,872
Other & Transfers	572,745	338,112	771,078	602,582	386,375	488,496	427,407	666,564	414,337	512,788	410,149	625,426
Note Proceeds	-	-	-	-	-	-	-	-	-	-	-	-
Subtotal Non-Tax Receipts	$ 1,448,037	$ 1,021,668	$ 1,587,137	$ 1,228,658	$ 1,065,366	$ 1,166,778	$ 1,280,722	$ 1,577,492	$ 1,221,034	$ 1,159,421	$ 1,112,229	$ 1,429,298
TOTAL RECEIPTS	$ 2,817,598	$ 2,213,505	$ 3,066,043	$ 2,759,552	$ 2,486,343	$ 2,448,287	$ 3,342,864	$ 2,789,938	$ 2,512,892	$ 3,290,720	$ 2,548,809	$ 2,980,322
DISBURSEMENTS												
Local Aids	$ 1,382,827	$ 181,849	$ 768,273	$ 106,103	$ 937,804	$ 1,308,208	$ 148,454	$ 624,152	$ 1,625,217	$ 133,533	$ 106,869	$ 1,917,122
Income Maintenance	996,906	805,222	729,256	771,322	865,556	810,594	793,073	820,944	870,536	864,301	861,264	320,790
Payroll and Related	331,436	425,567	476,684	314,273	468,926	382,875	472,549	418,787	578,167	337,490	407,029	514,329
Tax Refunds	94,736	100,074	94,295	119,035	115,502	178,281	89,412	556,584	546,800	508,481	167,954	139,417
Debt Service	192,497	-	-	158,730	5,664	257	-	5,664	-	541,820	97,957	256
Miscellaneous	505,097	609,598	640,826	377,823	397,676	414,579	452,809	497,270	434,358	394,745	499,798	513,611
TOTAL DISBURSEMENTS	$ 3,503,499	$ 2,122,310	$ 2,709,334	$ 1,847,286	$ 2,791,129	$ 3,094,793	$ 1,956,297	$ 2,923,401	$ 4,055,078	$ 2,780,370	$ 2,140,871	$ 3,405,525

(a) The results, projections, or estimates in this table reflect the enacted budget for the 2017-19 biennium (2017 Wisconsin Act 59) and the estimated General Fund tax revenues included in the January 2017 LFB Report and reconfirmed estimates provided in the May 2017 LFB Report. Temporary reallocations of cash are not included.

(b) The General Fund cash balances presented in this schedule are not based on generally accepted accounting principles (GAAP). The General Fund includes funds designated for operations and capital purposes of certain proprietary programs of the State's universities. Receipts and disbursements of such funds for the designated programs and the disbursement of such funds for other purposes are reflected in the cash flow. A use of the designated funds for purposes other than the proprietary programs is, in effect, a borrowing of such funds. Therefore, at any time that the balance in the General Fund is less than the balance of such designated funds, the State is obligated to replenish the designated funds to the extent of the shortfall. These designated funds ranged from $1.1 billion to $2.4 billion during the 2015-16 fiscal year, $1.1 billion to $1.8 billion in the 2016-17 fiscal year and are anticipated to range from $1.1 billion to $1.8 billion in the 2017-18 fiscal year. In addition, the General Fund holds deposits for several escrow accounts pursuant to court orders or federal rulings. These funds have averaged and are expected to continue to average approximately $25 million during each fiscal year.

(c) The Wisconsin Statutes provide certain administrative remedies to deal with periods when the General Fund may be in a negative cash position. The Secretary of Administration may temporarily reallocate cash in other funds to the General Fund in an amount up to 9% of the total general-purpose revenue appropriations then in effect with an additional amount up to 3% for a period of up to 30 days. The resulting amounts available for temporary reallocation in the 2017-18 fiscal year are approximately $1.519 billion and $506 million, respectively. If the amount available for temporary reallocation to the General Fund is not sufficient, then the Secretary of Administration is authorized to set priorities for payments from the General Fund and to prorate or defer certain payments.

Table II-12; General Fund Cash Receipts and Disbursements Year-to-Date Compared to Estimates and Previous Fiscal Year (Part II; Page 49). Replace with the following updated and additional tables.

GENERAL FUND CASH RECEIPTS AND DISBURSEMENTS YEAR-TO-DATE COMPARED TO ESTIMATES AND PREVIOUS FISCAL YEAR [(a)]
(Cash Basis)
As of June 30, 2017 (2016-17 Fiscal Year)
(Amounts in Thousands)

	2015-16 Fiscal Year through June 30, 2016	2016-17 Fiscal Year through June 30, 2017				
	Actual	Actual	Estimate[(b)]	Variance	Adjusted Variance[(c)]	Difference FY16 Actual to FY17 Actual
RECEIPTS						
Tax Receipts						
Individual Income	$ 9,058,349	$ 9,487,657	$ 9,472,648	$ 15,009	$ 15,009	$ 429,308
Sales	5,425,943	5,549,486	5,583,709	(34,223)	(34,223)	123,543
Corporate Income	1,173,106	1,151,868	1,267,083	(115,215)	(115,215)	(21,238)
Public Utility	404,820	415,784	416,367	(583)	(583)	10,964
Excise	710,742	708,762	709,109	(347)	(347)	(1,980)
Insurance	62,730	204,510	49,110	155,400	155,400	141,780
Total Tax Receipts	$ 16,835,690	$ 17,518,067	$ 17,498,025	$ 20,042	$ 20,042	$ 682,377
Non-Tax Receipts						
Federal	$ 9,375,674	$ 9,396,361	$ 9,455,291	$ (58,930)	$ (58,930)	$ 20,687
Other and Transfers	4,790,882	5,673,340	5,592,585	80,755	80,755	882,458
Total Non-Tax Receipts	$ 14,166,556	$ 15,069,701	$ 15,047,876	$ 21,825	$ 21,825	$ 903,145
TOTAL RECEIPTS	$ 31,002,246	$ 32,587,768	$ 32,545,901	$ 41,867	$ 41,867	$ 1,585,522
DISBURSEMENTS						
Local Aids	$ 8,575,297	$ 9,223,782	$ 9,216,759	$ (7,023)	$ (7,023)	$ 648,485
Income Maintenance	8,848,420	9,186,111	9,201,042	14,931	14,931	337,691
Payroll & Related	5,126,869	5,000,390	5,058,563	58,173	58,173	(126,479)
Tax Refunds	2,508,923	2,550,017	2,673,670	123,653	123,653	41,094
Debt Service	952,280	891,234	1,052,056	160,822	160,822	(61,046)
Miscellaneous	5,300,700	5,427,066	5,441,712	14,646	14,646	126,366
TOTAL DISBURSEMENTS	$ 31,312,489	$ 32,278,600	$ 32,643,802	$ 365,202	$ 365,202	$ 966,111
2016-17 FISCAL YEAR VARIANCE YEAR-TO-DATE				$ 407,069	$ 407,069	

(a) 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 results in this table reflect the budget for the 2016-17 fiscal year (2015 Wisconsin Act 55), the estimated General Fund tax revenues reported in the January 2017 LFB Report and the reconfirmed estimates provided in the May 2017 LFB Report.

(c) 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 cannot be changed, which may result in large variances. This column includes adjustments to the variances, if any, to more accurately reflect the variance between the estimated and actual amounts.

Source: Wisconsin Department of Administration.

GENERAL FUND CASH RECEIPTS AND DISBURSEMENTS YEAR-TO-DATE COMPARED TO ESTIMATES AND PREVIOUS FISCAL YEAR [(a)]
(Cash Basis)
As of September 30, 2017 (2017-18 Fiscal Year)
(Amounts in Thousands)

	2016-17 Fiscal Year through September 30, 2016	2017-18 Fiscal Year through September 30, 2017				
	Actual	Actual	Estimate[(b)]	Variance	Adjusted Variance[(c)]	Difference FY17 Actual to FY18 Actual
RECEIPTS						
Tax Receipts						
Individual Income	$ 2,102,831	$ 2,013,876	$ 1,987,227	$ 26,649	$ 26,649	$ (88,955)
Sales	1,491,174	1,536,713	1,524,147	12,566	12,566	45,539
Corporate Income	250,856	253,820	309,195	(55,375)	(55,375)	2,964
Public Utility	352	190	366	(176)	(176)	(162)
Excise	192,469	192,368	193,803	(1,435)	(1,435)	(101)
Insurance	42,031	43,337	43,155	182	182	1,306
Total Tax Receipts	$ 4,079,713	$ 4,040,304	$ 4,057,893	$ (17,589)	$ (17,589)	$ (39,409)
Non-Tax Receipts						
Federal	$ 2,616,883	$ 2,374,907	$ 2,597,006	$ (222,099)	$ (222,099)	$ (241,976)
Other and Transfers	1,585,643	1,681,935	1,634,183	47,752	47,752	96,292
Total Non-Tax Receipts	$ 4,202,526	$ 4,056,842	$ 4,231,189	$ (174,347)	$ (174,347)	$ (145,684)
TOTAL RECEIPTS	$ 8,282,239	$ 8,097,146	$ 8,289,082	$ (191,936)	$ (191,936)	$ (185,093)
DISBURSEMENTS						
Local Aids	$ 2,586,422	$ 2,332,949	$ 2,408,986	$ 76,037	$ 76,037	$ (253,473)
Income Maintenance	2,478,195	2,531,384	2,740,071	208,687	208,687	53,189
Payroll & Related	1,127,365	1,233,687	1,282,534	48,847	48,847	106,322
Tax Refunds	270,674	289,105	296,229	7,124	7,124	18,431
Debt Service	250,746	192,497	223,792	31,295	31,295	(58,249)
Miscellaneous	1,503,618	1,755,521	1,546,029	(209,492)	(209,492)	251,903
TOTAL DISBURSEMENTS	$ 8,217,020	$ 8,335,143	$ 8,497,641	$ 162,498	$ 162,498	$ 118,123
2017-18 FISCAL YEAR VARIANCE YEAR-TO-DATE				$ (29,438)	$ (29,438)	

(a) 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 estimates and projections for the 2017-18 fiscal year (cash basis) reflect the 2017-19 biennial budget (2017 Wisconsin Act 59) and the estimated General Fund tax revenues reported in the January 2017 LFB Report and the reconfirmed estimates provided in the May 2017 LFB Report.

(c) 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 cannot be changed, which may result in large variances. This column includes adjustments to the variances, if any, to more accurately reflect the variance between the estimated and actual amounts.

Source: Wisconsin Department of Administration.

Table II-13; General Fund Monthly Cash Position (Part II; Page 50). Replace with the following updated table.

GENERAL FUND MONTHLY CASH POSITION [(a)]
July 1, 2015 through September 30, 2017 – Actual
October 1, 2017 through June 30, 2018 – Estimated[(b)]
(Amounts in Thousands)

	Starting Date	Starting Balance	Receipts[(c)]	Disbursements[(c)]
2015	July....................	$ 1,370,554	$ 2,622,023	$ 3,523,484
	August................	469,093	1,965,328	1,705,255
	September.........	729,166	3,055,596	2,581,501
	October..............	1,203,261	2,296,817	1,942,430
	November..........	1,557,648	2,439,966	2,376,141
	December..........	1,621,473	2,517,748	2,939,777
2016	January...............	1,199,444	2,590,587	1,886,391
	February.............	1,903,640	3,053,750	2,926,414
	March.................	2,030,976	2,485,380	3,341,140
	April...................	1,175,216	2,816,953	2,903,535
	May....................	1,088,634	2,454,537	1,595,440
	June....................	1,947,731	2,703,561	3,590,981
	July....................	1,060,311 [(d)]	2,365,368	3,571,989
	August................	(146,310) [(d)]	2,845,854	1,880,719
	September.........	818,825	3,071,017	2,764,312
	October..............	1,125,530	2,530,074	1,751,982
	November..........	1,903,622	2,421,948	2,592,643
	December..........	1,732,927	2,589,461	3,045,467
2017	January...............	1,276,921	2,942,209	1,808,524
	February.............	2,410,606	2,721,016	2,857,261
	March.................	2,274,361	2,688,376	3,934,216
	April...................	1,028,521	2,832,722	2,591,412
	May....................	1,269,831	2,581,512	2,004,233
	June....................	1,847,110	2,998,211	3,475,842
	July....................	1,369,479	2,817,598	3,503,499
	August................	683,578 [(d)]	2,213,505	2,122,310
	September.........	774,773	3,066,043	2,709,334
	October..............	1,131,482	2,759,552	1,847,286
	November..........	2,043,748	2,486,343	2,791,129
	December..........	1,738,962	2,448,287	3,094,793
2018	January...............	1,092,457	3,342,864	1,956,297
	February.............	2,479,024	2,789,938	2,923,401
	March.................	2,345,561	2,512,892	4,055,078
	April...................	803,375	3,290,720	2,780,370
	May....................	1,313,725	2,548,809	2,140,871
	June....................	1,721,663	2,980,332	3,405,525

(a) The General Fund balances presented in this table are not based on generally accepted accounting principles (GAAP).

(b) The results for the 2016-17 fiscal year reflect the enacted budget for the 2015-17 biennium (2015 Wisconsin Act 55) and the estimated General Fund tax revenues included in the January 2017 LFB Report and reconfirmed estimates in the May 2017 LFB Report. The estimates and projections for the 2017-18 fiscal year reflect 2017 Wisconsin Act 59, the January 2017 LFB Report and reconfirmed in the May 2017 LFB Report .

(c) Operating notes have not been issued for the 2015-16 or 2016-17 fiscal years and are not anticipated for the 2017-18 fiscal year.

(d) At some period during the month, the General Fund was in a negative cash position. The Wisconsin 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 in an amount up to 9% of the general-purpose revenue appropriations then in effect (approximately $1.531 billion in the 2016-17 fiscal year and $1.519 billion in the 2017-18 fiscal year) 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 $510 million in the 2016-17 fiscal year and $506 million in the 2017-18 fiscal year). If the amount of 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 or defer certain payments.

Source: Wisconsin Department of Administration.

Table II-14; Cash Balances in Funds Available for Temporary Reallocation (Part II; Page 51). Replace with the following updated table.

CASH BALANCES IN FUNDS AVAILABLE FOR TEMPORARY REALLOCATION [(a)] [(b)]
July 31, 2015 to September 30, 2017 — Actual
October 31, 2017 to June 30, 2018 — Projected [(c)]

(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 reallocation, 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 $2.16 billion during November 2012 to a high of $3.88 billion during August 2016. 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

Month (Last Day)	2015	2016	2017	2018
January		$1,613	$1,442	$1,442
February		1,613	1,305	1,305
March		1,612	1,356	1,356
April		1,575	1,302	1,302
May		1,517	1,361	1,361
June		1,752	1,289	1,289
July	$1,245	1,597	1,388	
August	1,359	1,481	1,464	
September...........	1,674	1,622	1,524	
October..............	1,303	1,420	1,420	
November...........	1,277	1,390	1,390	
December	1,557	1,683	1,683	

Available Balances; Includes Balances in the LGIP

Month (Last Day)	2015	2016	2017	2018
January................		$4,639	$5,115	$5,115
February.............		4,871	5,050	5,050
March.................		5,177	5,289	5,289
April...................		4,969	4,901	4,901
May....................		4,756	4,600	4,600
June....................		4,905	4,461	4,461
July	$4,642	5,803	5,461	
August	4,071	4,750	4,762	
September...........	4,249	4,663	4,670	
October..............	3,589	4,292	4,292	
November...........	3,621	4,120	4,120	
December	4,275	4,902	4,902	

(a) 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 amounts shown reflect a reduction in the aggregate cash balances available to the extent any fund had a negative balance and temporary reallocations were made from such fund.

(c) The results for the 2016-17 fiscal year include the enacted budget for the 2015-17 biennium (2015 Wisconsin Act 55) and the estimated General Fund tax revenues included in the January 2017 LFB Report and reconfirmed estimates in the May 2017 LFB Report. The estimates and projections for the 2017-18 fiscal year reflect 2017 Wisconsin Act 59, the January 2017 LFB Report and reconfirmed estimates in the May 2017 LFB Report.

Source: Wisconsin Department of Administration.

Table II-15; General Fund Recorded Revenues (Part II; Page 52-53). Replace with the following updated and additional tables. For the following table including 2016-17 fiscal year General Fund Recorded Revenues (agency recorded basis), the table provides final information for that fiscal year, and reflects recorded revenues for the 2016-17 fiscal year that were recorded in the months of July, August, and September, 2017.

2016-17 Fiscal Year
GENERAL FUND RECORDED REVENUES[a]
(Agency-Recorded Basis)
July 1, 2016 to June 30, 2017 Compared With Previous Year

	Annual Fiscal Report Revenues 2015-16 Fiscal Year[b]	Projected Revenues 2016-17 Fiscal Year[c]	Recorded Revenues July 1, 2015 to June 30, 2016 [d]	Recorded Revenues July 1, 2016 to June 30, 2017 [e]
Individual Income Tax	$ 7,740,825,000	$ 8,238,400,000	$ 7,742,095,770	$ 8,040,565,460
General Sales and Use Tax	5,065,762,000	5,223,960,000	5,065,762,290	5,223,935,061
Corporate Franchise and Income Tax	963,027,000	1,015,700,000	963,027,018	920,946,841
Public Utility Taxes	360,597,000	373,400,000	360,596,994	360,472,829
Excise Taxes	708,509,000	676,850,000	708,730,601	705,870,580
Inheritance Taxes	1,745,000	-	1,745,000	1,744,736
Insurance Company Taxes	177,326,000	187,000,000	177,326,291	181,584,219
Miscellaneous Taxes	79,698,000	76,300,000	119,958,510	112,560,817
SUBTOTAL.....................	15,097,489,000	15,791,610,000	15,139,242,474	15,547,680,543
Federal and Other Inter-Governmental Revenues[f]	10,009,068,000	10,668,877,300	10,058,160,495	9,992,784,266
Dedicated and Other Revenues[g]	6,065,629,000	6,718,222,600	6,002,265,759	6,361,265,914
TOTAL........................	$ 31,172,186,000	$ 33,178,709,900	$ 31,199,668,728	$ 31,901,730,723

(a) The revenues in this table are presented on an agency-recorded basis and not a budgetary basis. None of the data presented here has been subjected to customary fiscal period closing procedures or other procedures used in the preparation of a financial statement, including verification, reconciliation, and identified adjustments.

(b) The amounts are from the Annual Fiscal Report (budgetary basis) for the 2015-16 fiscal year dated October 15, 2016 and subsequently restated on November 21, 2016.

(c) The estimates and projections for the 2016-17 fiscal year (cash basis) reflect the 2015-17 biennial budget (2015 Wisconsin Act 55), but do not reflect the estimated General Fund tax revenues included in a report from the LFB in January 2016, the November 2016 DOA Report, and the January 2017 LFB Report as confirmed in the May 2017 LFB Report.

(d) The amounts shown are the 2015-16 fiscal year general purpose revenues and program revenues taxes as recorded by State agencies. There may be differences between the tax revenues shown in this report and those that may be reported by DOR from time to time in their monthly general purpose revenue collections report; the DOR report (i) only includes general purpose revenues or taxes that are actually collected by DOR (and not by other State agencies), and (ii) may include accruals or other adjustments that may not be recorded by State agencies until a subsequent month.

(e) The amounts shown are the 2016-17 fiscal year general purpose revenues and program revenue taxes as recorded by State agencies. There may be differences between the tax revenues shown in this report and those that may be reported by DOR from time to time in its monthly general purpose revenue collections report; the DOR report (i) only includes general purpose revenues or taxes that are actually collected by DOR (and not by other State agencies), and (ii) may include accruals or other adjustments that may not be recorded by State agencies until a subsequent month.

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

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

Source: Wisconsin Department of Administration.

2017-18 Fiscal Year

GENERAL FUND RECORDED REVENUES[(a)]

(Agency-Recorded Basis)

July 1, 2017 to September 30, 2017 Compared With Previous Year

	Annual Fiscal Report Revenues 2016-17 Fiscal Year[(b)]	Projected Revenues 2017-18 Fiscal Year[(c)]	Recorded Revenues July 1, 2016 to September 30, 2016[(d)]	Recorded Revenues July 1, 2017 to September 30, 2017[(e)]
Individual Income Tax	$ 8,039,506,000	$ 8,379,980,000	$ 1,612,226,320	$ 1,467,267,464
General Sales and Use Tax	5,223,935,000	5,383,804,900	870,424,704	884,442,335
Corporate Franchise and Income Tax	920,947,000	950,800,000	189,765,139	181,521,000
Public Utility Taxes	360,473,000	373,500,000	111,624	-3,159,452
Excise Taxes	705,681,000	710,600,000	130,109,188	127,817,648
Inheritance Taxes	434,000	-	76,941	16,899
Insurance Company Taxes	181,584,000	192,000,000	41,944,547	43,336,443
Miscellaneous Taxes	85,025,000	87,000,000	45,941,777	56,207,491
SUBTOTAL.........................	15,517,585,000	16,077,684,900	2,890,600,240	2,757,449,828
Federal and Other Inter-Governmental Revenues[(f)]	10,431,105,000	10,624,981,400	2,530,026,387	2,642,468,049
Dedicated and Other Revenues[(g)]	6,441,464,000	6,750,288,200	1,599,923,141	1,717,856,671
TOTAL.............................	$ 32,390,154,000	$ 33,452,954,500	$ 7,020,549,768	$ 7,117,774,547

(a) The revenues in this table are presented on an agency-recorded basis and not a budgetary basis. None of the data presented here has been subjected to customary fiscal period closing procedures or other procedures used in the preparation of a financial statement, including verification, reconciliation, and identified adjustments.

(b) The amounts are from the Annual Fiscal Report (budgetary basis) for the 2015-16 fiscal year dated October 15, 2016 and subsequently restated on November 21, 2016.

(c) The estimates and projections for the 2017-18 fiscal year (cash basis) reflect the 2017-19 biennial budget (2017 Wisconsin Act 59.

(d) The amounts shown are the 2016-17 fiscal year general purpose revenues and program revenues taxes as recorded by State agencies. There may be differences between the tax revenues shown in this report and those that may be reported by DOR from time to time in their monthly general purpose revenue collections report; the DOR report (i) only includes general purpose revenues or taxes that are actually collected by DOR (and not by other State agencies), and (ii) may include accruals or other adjustments that may not be recorded by State agencies until a subsequent month.

(e) The amounts shown are the 2017-18 fiscal year general purpose revenues and program revenue taxes as recorded by State agencies. There may be differences between the tax revenues shown in this report and those that may be reported by DOR from time to time in its monthly general purpose revenue collections report; the DOR report (i) only includes general purpose revenues or taxes that are actually collected by DOR (and not by other State agencies), and (ii) may include accruals or other adjustments that may not be recorded by State agencies until a subsequent month.

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

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

Source: Wisconsin Department of Administration.

Table II-16; General Fund Recorded Expenditures by Function (Part II; Page 54-55). Replace with the following updated and additional tables. For the following table including 2016-17 fiscal year General Fund Expenditures by Function (agency recorded basis), the table provides final information for that fiscal year, and reflects recorded expenditures for the 2016-17 fiscal year that were recorded in the months of July, August, and September, 2017.

2016-17 Fiscal Year
GENERAL FUND RECORDED EXPENDITURES BY FUNCTION[(a)]
(Agency-Recorded Basis)
July 1, 2016 to June 30, 2017 Compared With Previous Year

	Annual Fiscal Report Expenditures 2015-16 Fiscal Year[(b)]	Appropriations 2016-17 Fiscal Year[(c)]	Recorded Expenditures July 1, 2015 to June 30, 2016[(d)]	Recorded Expenditures July 1, 2016 to June 30, 2017[(e)]
Commerce	$ 199,200,000	$ 208,732,100	$ 315,471,355	$ 315,564,675
Education	12,795,785,000	13,475,926,900	12,787,670,879	13,393,301,710
Environmental Resources	305,488,000	321,761,500	304,565,917	321,530,203
Human Relations & Resources	14,048,751,000	14,014,356,300	14,115,447,623	14,382,568,082
General Executive	1,005,715,000	1,545,987,600	1,037,541,105	1,090,842,210
Judicial	130,937,000	137,569,900	130,929,112	139,030,432
Legislative	66,951,000	75,617,400	66,950,216	68,575,061
General Appropriations	2,299,329,000	2,514,205,700	2,347,783,905	2,417,589,191
TOTAL	$ 30,852,156,000	$ 32,294,157,400	$ 31,106,360,114	$ 32,129,001,565

(a) The expenditures in this table are presented on an agency-recorded basis and not a budgetary basis. None of the data presented here has been subjected to customary fiscal period closing procedures or other procedures used in the preparation of a financial statement, including verification, reconciliation, and identified adjustments.

(b) The amounts are from the Annual Fiscal Report (budgetary basis) for the 2015-16 fiscal year dated October 15, 2016 and subsequently restated on November 21, 2016.

(c) The estimates and projections for the 2016-17 fiscal year (cash basis) reflect the 2015-17 biennial budget (2015 Wisconsin Act 55), but do not reflect the November 2016 DOA Report or the January 2017 LFB Report.

(d) The amounts shown are 2015-16 fiscal year expenditures as recorded by State agencies.

(e) The amounts shown are 2016-17 fiscal year expenditures as recorded by State agencies.

Source: Wisconsin Department of Administration.

2017-18 Fiscal Year
GENERAL FUND RECORDED EXPENDITURES BY FUNCTION[(a)]
(Agency-Recorded Basis)
July 1, 2017 to September 30, 2017 Compared With Previous Year

	Annual Fiscal Report Expenditures 2016-17 Fiscal Year[(b)]	Appropriations 2017-18 Fiscal Year[(c)]	Recorded Expenditures July 1, 2016 to September 30, 2016[(d)]	Recorded Expenditures July 1, 2017 to September 30, 2017[(e)]
Commerce	$ 209,017,000	$ 200,578,100	$ 42,813,364	$ 43,557,900
Education	13,368,786,000	13,706,059,200	2,766,886,626	2,627,412,310
Environmental Resources	320,463,000	339,979,600	19,018,428	33,160,367
Human Relations & Resources	14,343,401,000	14,341,728,400	3,723,594,942	3,738,375,125
General Executive	1,075,321,000	1,146,065,800	441,934,006	362,218,120
Judicial	139,027,000	144,250,300	38,286,190	38,761,111
Legislative	68,575,000	76,520,900	13,381,083	13,460,558
General Appropriations	2,367,075,000	2,560,816,600	1,301,596,902	1,337,733,227
TOTAL	$ 31,891,665,000	$ 32,515,998,900	$ 8,347,511,541	$ 8,194,678,718

(a) The expenditures in this table are presented on an agency-recorded basis and not a budgetary basis. None of the data presented here has been subjected to customary fiscal period closing procedures or other procedures used in the preparation of a financial statement, including verification, reconciliation, and identified adjustments.
(b) The amounts are from the Annual Fiscal Report (budgetary basis) for the 2016-17 fiscal year dated October 15, 2017.
(c) The estimates and projections for the 2017-18 fiscal year (cash basis) reflect the 2017-19 biennial budget (2017 Wisconsin Act 59), the January 2017 LFB Report and the May 2017 LFB Report.
(d) The amounts shown are 2016-17 fiscal year expenditures as recorded by State agencies.
(e) The amounts shown are 2017-18 fiscal year expenditures as recorded by State agencies.

Source: Wisconsin Department of Administration.

State Obligations; Employee Pension Funds (Part II; Pages 68-69). Update with the following information:

Annual annuity adjustments for the remainder of calendar year 2017 were announced by the Wisconsin Retirement System **(WRS)** on March 14, 2017, and include an increase of 2.0% for retirees in the WRS Core Retirement Trust.

State Obligations; Employee Pension Funds; GASB Pension Accounting Standards (Part II; Page 69). Update with the following information:

In September 2017, the Department of Employee Trust Funds released the financial statements and financial report for the WRS and the Legislative Audit Bureau released its audit of these financial statements and an audit report that provides uniform calculations of the pension expenses and liabilities for the WRS. Using the GASB pension accounting standards, the net pension liability of participating WRS employers as of December 31, 2016 was $0.8 billion. Under these standards each participating employer in the WRS is required to report its proportionate share of this net pension liability (or asset) on its financial statements, if such statements are prepared in accordance with GAAP.

Table II-28; State Assessment (Equalized Value) of Taxable Property (Part II; Page 81). Replace with the following updated information:

STATE ASSESSMENT
(EQUALIZED VALUE)
OF TAXABLE PROPERTY

Calendar Year	Value of Taxable Property	Rate of Increase (Decrease)
2008	$514,393,963,700	3.3%
2009	511,911,983,100	(0.5)
2010	495,904,192,300	(3.1)
2011	486,864,232,800	(1.8)
2012	471,092,529,200	(3.2)
2013	467,502,564,000	(0.8)
2014	479,023,957,200	2.5
2015	490,602,544,050	2.4
2016	505,124,328,250	3.0
2017	525,984,545,850	4.1

Source: Department of Revenue

Table II-39; Unemployment Rate Comparison (Part II; Page 90). Replace with the following updated table.

UNEMPLOYMENT RATE COMPARISON [(a)(b)]
By Month 2012 To 2017
By Quarter 2008 To 2011

	2017		2016		2015		2014		2013		2012	
	Wis.	U.S.	Wis.	U.S.	Wis.	U.S.	Wis.	U.S.	Wis.	U.S.	Wis.	U.S.
January	4.2	5.1	4.7	5.3	5.4	6.1	6.4	7.0	7.9	8.5	7.9	8.8
February	4.5	4.9	4.9	5.2	5.5	5.8	6.8	7.0	7.9	8.1	8.2	8.7
March	3.7	4.6	4.7	5.1	5.3	5.6	6.6	6.8	7.6	7.6	7.9	8.4
April	3.0	4.1	4.1	4.7	4.5	5.1	5.6	5.9	7.1	7.1	7.0	7.7
May	2.8	4.1	3.8	4.5	4.6	5.3	5.3	6.1	6.5	7.3	6.9	7.9
June	3.5	4.5	4.5	5.1	4.8	5.5	5.6	6.3	7.1	7.8	7.5	8.4
July	3.4	4.6	4.2	5.1	4.6	5.6	5.5	6.5	6.7	7.7	7.3	8.6
August	3.4	4.5	4.0	5.0	4.2	5.2	5.1	6.3	6.3	7.3	6.9	8.2
September..			3.8	4.8	3.9	4.9	4.6	5.7	5.9	7.0	6.1	7.6
October......			3.7	4.7	3.9	4.8	4.4	5.5	5.9	7.0	6.0	7.5
November..			3.7	4.4	4.1	4.8	4.5	5.5	6.0	6.6	6.2	7.4
December ..			3.7	4.5	4.1	4.8	4.6	5.4	6.0	6.5	6.6	7.6
Annual Average			4.1	4.9	4.6	5.3	5.4	6.2	6.7	7.4	7.0	8.1

2011 Quarters		WI	U.S.	2010 Quarters		WI	U.S.
I	....	8.9	9.5	I	....	10.3	10.4
II	....	7.9	8.9	II	....	8.7	9.5
III	....	7.4	9.1	III	....	8.1	9.5
IV	....	6.8	8.3	IV	....	7.6	9.2

2009 Quarters		WI	U.S.	2008 Quarters		WI	U.S.
I	....	8.6	8.8	I	....	5.3	5.3
II	....	8.7	9.1	II	....	4.5	5.2
III	....	8.5	9.6	III	....	4.6	6.0
IV	....	8.5	9.5	IV	....	5.3	6.6

(a) Figures show the percentage of labor force that is unemployed and are *not seasonally adjusted*.

(b) Historical information has been adjusted due to benchmarking through the Local Area Unemployment Statistics (LAUS).

Source: Department of Workforce Development and U.S. Bureau of Labor Statistics

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State of Wisconsin

January 18, 2017

Representative John Nygren, Assembly Chair
Senator Alberta Darling, Senate Chair
Joint Committee on Finance
State Capitol
Madison, WI 53702

Dear Representative Nygren and Senator Darling:

Annually, this office prepares general fund revenue and expenditure projections for the Legislature prior to commencement of legislative deliberations on the state's budget.

In the odd-numbered years, our report includes estimated revenues and expenditures for the current fiscal year and tax collection projections for each year of the next biennium. This report presents the conclusions of our analysis.

Comparison with the Administration's November 21, 2016, Report

On November 21, 2016, the Departments of Administration and Revenue submitted a report to the Governor and Legislature that identified general fund revenue and expenditure projections for the 2016-17 fiscal year and the 2017-19 biennium. That report, required by statute, identifies the magnitude of state agency biennial budget requests and presents a projection of general fund tax collections.

Our analysis indicates that for the three-year period, aggregate general fund tax collections will be $454.6 million higher than those of the November 21 report ($63.4 million in 2016-17, $145.3 million in 2017-18, and $245.9 million in 2018-19).

Based upon the November 21 report, the administration's general fund condition statement for 2016-17 reflects a gross ending balance of $104.8 million and a net balance (after consideration of the $65.0 million required statutory balance) of $39.8 million.

Our analysis indicates a gross balance of $427.2 million and a net balance of $362.2 million. This is $322.4 million above that of the administration's report. The 2016-17 general fund condition statement is shown in Table 1.

TABLE 1

Estimated 2016-17 General Fund Condition Statement

	2016-17
Revenues	
Opening Balance, July 1	$331,038,000
Taxes	15,503,600,000
Departmental Revenues	
Tribal Gaming	24,385,600
Other	518,899,600
Total Available	$16,377,923,200
Appropriations	
Gross Appropriations	$17,015,005,400
Transfers to Transportation Fund	39,458,300
Compensation Reserves	18,616,800
Biennial Appropriation Adjustment	-4,665,700
Sum Sufficient Reestimates	-55,361,100
Less Lapses	-1,062,303,100
Net Appropriations	$15,950,750,600
Balances	
Gross Balance	$427,172,600
Less Required Statutory Balance	-65,000,000
Net balance, June 30	$362,172,600

The factors that cause the $322.4 million difference are as follows. First, based on economic forecasts and tax collections to date, our estimated tax collections are $63.4 million above the projections of the November 21 report. Second, departmental revenues (non-tax receipts deposited into the general fund) are projected to be $33.0 million above the administration's estimate. Third, estimated net appropriations are $226.0 million below those shown in the November 21 document.

The net appropriation reduction of $226.0 million is primarily due to sum sufficient appropriation reestimates of -$45.3 million and increased lapses (appropriated amounts that will revert to the general fund) of $176.0 million. A large portion of the lapse difference is due to projected underspending in the medical assistance (MA) program.

The updated fund condition statement reflects an estimated GPR lapse from the Department of Health Services' medical assistance appropriations of $312.5 million, which is $137.5 million more than the lapse amount included in the administration's November 21 report. The current estimate is based on the Department of Health Services' MA quarterly status report to the Joint Committee on Finance from December, 2016. According to that report, MA GPR expenditures in the 2015-17 biennium are projected to be lower than the Act 55 budget by 5.5%. The principal reasons for the lower expenditures are a lower-than-anticipated enrollment in BadgerCare Plus (particularly in the childless adult group), a higher federal matching percentage, lower managed care capitation rates, and lower utilization in certain fee-for-service categories (particularly nursing homes and personal care).

General Fund Tax Revenues

The following sections present information related to general fund tax revenues for 2016-17 and the 2017-19 biennium. The information provided includes a review of the U.S. economy in 2016, a summary of the national economic forecast for 2017 through 2019, and detailed general fund tax revenue estimates for the current fiscal year and the next biennium.

Review of the National Economy in 2016

In January, 2016, this office prepared updated revenue estimates for the 2015-17 biennium based on the IHS Markit, formerly IHS Global Insight, January, 2016, forecast for the U.S. economy. The forecast predicted real (inflation-adjusted) U.S. gross domestic product (GDP) growth of 2.7% in 2016 and 2.9% in 2017.

Going into 2016, economic growth slowed sharply in the fourth quarter of 2015 (estimated at 0.9%). The growth was largely due to momentum in residential housing and sustained growth in consumer spending. However, drags on the economy included continued weakness in the industrial sector, excessive business inventories, and a strong dollar (which made imports cheaper and U.S. exports more expensive). Notably, low energy prices resulted in capital spending on mines and wells to sharply contract in the third and fourth quarters of 2015. This caused a plunge in oil-sector earnings and contributed to a sizable drop in corporate economic profits (-22.3% in the fourth quarter). Nevertheless, IHS Markit expected that the industrial sector would improve in 2016 once businesses began to restock their inventories and energy sector capital spending rebounded. When combined with anticipated strength in consumer demand, IHS Markit expected that growth would accelerate over the course of 2016.

The January, 2016, IHS Markit forecast incorporated the following assumptions into its analysis: (a) that the average price of oil would decline from $54 per barrel in 2015 to $48 per barrel in 2016 before increasing to $58 per barrel in 2017; (b) that the Federal Reserve would increase its target for the federal funds rate at a steady, moderate pace until it reached 3.25% by the end of 2018; (c) the inflation-adjusted, trade-weighted value of the dollar would appreciate against the U.S.'s broad index of trading partners through the first half of 2016 up to 17.7% higher than its average value in the second half of 2014, and then begin a steady decline throughout the forecast period; (d) that the federal tax on high-premium insurance plans would be postponed until 2020; (e) that the accelerated depreciation allowances on equipment would be made permanent, rather than sunset after 2019; (f) that grants-in-aid to state and local government and local highway spending would increase more than previously forecast; and (g) that the federal gasoline tax would remain at the same level.

The national economy grew more slowly than forecast for 2016. Real growth in U.S. GDP is now estimated at 1.6%, which is 1.1% lower than previously estimated. GDP growth slowed in 2016 due to the continued drawdown of excessive business inventories, a continued decline in energy sector capital spending, and the continued combination of a strong dollar and weak global growth (which caused imports to grow faster than exports, thereby reducing GDP growth). Notably, manufacturing growth remained weak at 0.1% for the year.

The slow growth at the end of 2015 carried over into 2016, as real GDP grew by an estimated 0.8% in the first quarter. Despite ongoing growth in employment (1.9%) and income (1.3%), consumer spending was weaker than anticipated (1.6%), especially for automobile sales. The pace of real GDP growth increased in the second quarter to 1.4%, as personal incomes and consumer spending jumped 4.9% and 4.6%, respectively. However, excess private inventories were again a drag on GDP growth, reducing the rate of growth by an estimated 1.2 percentage points.

Real GDP growth increased sharply in the third quarter to 3.5%. Net exports contributed an estimated 0.9 percentage points of that growth, with a surge in soybean exports related to a bad harvest in South America accounting for all of the gain in exports (10.0%). Consumer spending remained strong (3.0%), especially for motor vehicle sales, which had recovered from a weak first quarter. The Dow Jones Industrial Average Index rallied to an all-time record high in July and continued to rise through the end of the year. Further, oil prices rebounded and as a result the downward trend in energy sector capital spending started to reverse course.

Real GDP growth slowed to 1.5% in the fourth quarter. Consumer spending continued to grow (2.5%) as real household net worth reached an all-time high. In addition, industrial production increased for the first time in over a year, with mining activities leading the way. However, growth was dampened by a substantial widening of the trade deficit due to downward pressure on exports from a strong dollar.

Overall, growth in consumer spending continued in 2016, with nominal (i.e., not adjusted for inflation) personal consumption expenditures (PCE) rising by 3.8%. Consumer spending was supported by low energy prices and growth in employment, real disposable income, and household net worth. Private non-farm payrolls grew slightly slower than the previous year at 1.9% in 2016, which is an average of nearly 200,000 jobs per month. Manufacturing employment lagged behind, however, shrinking by an estimated 0.3% in 2016.

Federal fiscal policy was mostly consistent with IHS Markit's assumptions last January, but Federal Reserve monetary policy was not. IHS Markit had estimated that the Federal Reserve would increase the federal funds rate to 1.5% by the end of 2016. However, due in part to low inflation and slower than predicted real GDP and employment growth in the first half of 2016, the Federal Reserve refrained from raising the federal funds rate until its December meeting. The Federal Reserve raised the federal funds rate by 25 basis points to a target range of 0.50% to 0.75%.

Oil prices declined and then sharply rose throughout the year as forecasted, but at prices lower than anticipated in the first three quarters. Brent spot prices bottomed out at $26.01 per barrel in mid-January with an average price of $33.70 per barrel over the first quarter. Average U.S. gasoline prices fell 28 cents to $1.96 per gallon. As prices remained low, the Baker Hughes count of rigs drilling for oil and natural gas fell to a historic 71-year low of 404 in May. However, oil prices rose throughout the remainder of the year, and the Baker Hughes count steadily increased to 658 rigs. In the fourth quarter, Brent spot prices increased significantly. As of January 9, 2017, the U.S. Energy Information Administration estimates that the U.S. average gasoline price had increased to $2.39 per gallon and the Brent spot price to $54.39 per barrel. A contributing factor in the rise was an agreement by the Organization of the Petroleum Exporting Countries (OPEC) and other major oil producing nations to cut supplies by 1.8 million barrels per day in the first six months of 2017.

National Economic Forecast

Under the January, 2017, forecast, IHS Markit predicts real GDP growth of 2.3% in 2017, 2.6% in 2018, and 2.3% in 2019. The main drivers of growth are expected to be consumer spending, business fixed investment, and residential investment. However, the trade deficit is forecast to increase due to an appreciating U.S. dollar and growing domestic demand for imports, thereby dampening real GDP growth.

The 2017 forecast is based on the following key assumptions. First, the forecast assumes that the new Trump administration and Congress will lower the average effective personal income tax rate from 21.0% to 19.5% and lower the statutory corporate tax rate from 35% to 20% (partially offset by reducing tax deductions and credits). Second, the forecast also assumes a $250 billion increase in federal infrastructure spending over the next ten years. Third, the 2017 forecast assumes that the Federal Reserve will increase the federal funds rate by 75 basis points in each of the next three years to 1.50% by the end of 2017, 2.25% by the end of 2018, and 3.00% by the end of 2019. Fourth, the Brent spot crude oil price is projected to average $54 per barrel in 2017 and $57 per barrel in 2018. Fifth, the inflation-adjusted, trade-weighted value of the dollar for the broad index of U.S. trading partners is expected to increase 3.3% between fourth-quarter 2016 and fourth-quarter 2017, where it will reach its peak value at 5.5% above the 2016 average, followed by a steady decline. Finally, real GDP growth of major and other important U.S. trading partners is assumed to average 1.7% annually and 3.5% annually, respectively.

The 2017 forecast is summarized in Table 2, which reflects IHS Markit's January, 2017, baseline outlook. Selected baseline projections are presented in more detail below, with alternative optimistic and pessimistic scenarios discussed thereafter.

TABLE 2

Summary of National Economic Indicators
IHS Markit Baseline Forecast, January, 2017
($ in Billions)

	2016	2017	2018	2019
Nominal Gross Domestic Product	$18,564.5	$19,428.4	$20,365.3	$21,269.3
Percent Change	2.9%	4.7%	4.8%	4.4%
Real Gross Domestic Product	$16,656.1	$17,033.4	$17,482.8	$17,883.3
Percent Change	1.6%	2.3%	2.6%	2.3%
Consumer Prices (Percent Change)	1.3%	2.5%	2.1%	2.5%
Personal Income	$16,007.0	$16,736.0	$17,606.2	$18,533.9
Percent Change	3.5%	4.6%	5.2%	5.3%
Nominal Personal Consumption Expenditures	$12,751.5	$13,334.4	$13,985.5	$14,683.2
Percent Change	3.8%	4.6%	4.9%	5.0%
Economic Profits	$2,094.1	$2,261.6	$2,370.0	$2,377.6
Percent Change	0.3%	8.0%	4.8%	0.3%
Unemployment Rate	4.9%	4.6%	4.3%	4.1%
Total Nonfarm Payrolls (millions)	144.3	146.2	148.0	149.7
Percent Change	1.7%	1.3%	1.2%	1.2%
Light Vehicle Sales (millions)	17.41	17.38	17.57	17.56
Percent Change	0.0%	-0.1%	1.1%	0.0%
Sales of New and Existing Homes (millions)	6.006	6.109	6.083	6.201
Percent Change	4.7%	1.7%	-0.4%	1.9%
Housing Starts (millions)	1.162	1.223	1.320	1.387
Percent Change	4.8%	5.2%	8.0%	5.1%

Consumer Prices. The consumer price index (CPI) increased by 1.3% in 2016. IHS Markit expects the CPI to increase by 2.5% in 2017, 2.1% in 2018, and 2.5% in 2019. Although a strong dollar is expected to depress the price of imports, the CPI is nevertheless expected to slightly increase due to higher oil prices and wage inflation from a tighter labor market. Overall, the rate of core (excluding food and energy) inflation, which was 2.2% in 2016, is forecast to remain steady at 2.2% in 2017, 2.1% in 2018, and 2.2% in 2019. Food prices, which grew only by 0.3% in 2016, are expected to increase by 1.2% in 2017, 2.4% in 2018, and 3.0% in 2019. Energy prices, which fell by 6.3% in 2016, are expected to grow by 8.1% in 2017, 1.3% in 2018, and 4.0% in 2019.

Monetary Policy. The Federal Reserve raised its target range for the federal funds rate to

0.50% to 0.75% in its December meeting, and projected three 0.25 percentage point increases in each of the next three years to an upper bound of 3.00% in 2019. IHS Markit also projects the same rate increases, as it anticipates that the PCE deflator, the Federal Reserve's favored inflation indicator, would not rise to the Fed's growth target of 2.0% until 2019.

Fiscal policy, growth in prices and wages, and higher demand for loans are projected to lead to higher interest rates. In 2016, the yield on the 10-year U.S. Treasury note averaged 1.84% and the rate for a 30-year conventional fixed-rate mortgage averaged 3.62%. IHS Markit expects that average annual yields on the 10-year U.S. Treasury note will increase significantly to 2.69% in 2017, 3.16% in 2018, and 3.84% in 2019. IHS Markit also expects the average annual interest rate on 30-year conventional fixed-rate mortgages to increase to 4.26% in 2017, 5.05% in 2018, and 5.80% in 2019.

Personal Income. Personal income grew by an estimated 3.5% in 2016 and average hourly earnings rose by 2.9%. IHS Markit forecasts personal income growth to accelerate to 4.6% in 2017, 5.2% in 2018, and 5.3% in 2019. Employment gains and wage increases are expected to drive income growth, with wage gains continuing to outpace inflation. Federal tax cuts assumed to be implemented in 2017 are also projected to increase incomes. Real household net worth, supported by rising incomes and real estate prices, grew by 4.3% in 2016. Growth is forecast to slow down to 3.0% in 2017, 2.6% in 2018, and 2.1% in 2019.

Personal Consumption. As noted, nominal PCE grew by an estimated 3.8% in 2016. IHS Markit forecasts that nominal PCE will grow by 4.6% in 2017, 4.9% in 2018, and 5.0% in 2019, supported by employment growth and wage gains. Further, the forecast expects sizable increases in household spending on natural gas, electricity, and heating oil in the first quarter of 2017. Growth is expected to ramp up in 2018 due to federal fiscal policy, including tax cuts and increased spending on infrastructure, and due to a jump in growth in real disposable income (2.7% in 2017, 4.1% in 2018, and 3.0% in 2019).

Sales of consumer items generally subject to the state sales tax (such as most durable goods, clothing, restaurant meals and accommodations, and certain taxable services) grew by an estimated 3.6% in 2016, while sales of nontaxable items (such as food for home consumption, gasoline, certain medical equipment and products, and most services) grew 3.9%. Based upon the IHS Markit baseline forecast, consumption of taxable items is estimated to grow by 3.6% in 2017, 5.1% in 2018 and 4.9% in 2019. Sales of nontaxable items are estimated to grow by 5.0% in 2017, 4.8% in 2018, and 5.1% in 2019.

Corporate Profits. After falling by 5.5% in 2015, before-tax profits grew by 3.0% in 2016. IHS Markit forecasts that before-tax profits will pick up to 8.2% growth in 2017. Economic profits, which are adjusted for inventory valuation and capital consumption at current cost and thus are not affected by federal tax laws, fell by 3.0% in 2015, grew by only 0.3% in 2016, and are forecast to jump 8.0% in 2017. The forecasted growth in 2017 and 2018 reflects IHS Markit's assumption that the statutory federal corporate tax rate will decrease in late 2017 from 35% to 20%, with many but not all tax preferences and "loopholes" being removed. This may lead to repatriation of corporate profits earned in foreign markets. Corporate profits are also estimated to increase due to recovery in the energy sector as oil prices rebound. Before-tax profits are expected to grow 3.4% in 2018 and 0.5% in 2019. Likewise, economic profits are expected to grow 4.8% in 2018 and 0.3% in 2019.

Employment. Total nonfarm payrolls rose slightly more than projected at an estimated 2.5 million new jobs in 2016, decelerating from a gain of 2.9 million in 2015. The biggest increases were in health care and professional business services. By contrast, manufacturing employment decreased by 0.26% for the first time since 2010 and the mining sector saw by far the largest job losses (-15.5%). Overall, the unemployment rate improved from 5.3% in 2015 to 4.9% in 2016. Notably, the labor force participation rate grew by 0.2% to 61.4% in 2016 for the first time since 2006.

IHS Markit forecasts that real GDP growth will lead to steady improvement in the unemployment rate to 4.6% in 2017, 4.3% in 2018, and 4.1% in 2019. IHS Markit anticipates that stimulative fiscal policy will boost job gains in 2018, which would otherwise have been forecast to decelerate. Total nonfarm payrolls are expected to continue to increase, albeit at a slower pace, by 1.9 million in 2017, 1.8 million in 2018, and 1.7 million in 2019. IHS Markit also forecasts that the labor force participation rate will continue to increase to 61.7% by the end of 2019. The largest job gains are forecast for health care and professional business services. Manufacturing employment is expecting to grow by 0.2% in 2017, 0.9% in 2018, and 1.6% in 2019.

Housing. Overall home prices have rebounded since the recession and now exceed their precession peak. In 2016, average prices of existing homes increased by 3.6% and average prices of new homes grew by 3.4%. Although housing starts (1.16 million) grew by 4.8%, sales of new homes (0.56 million) grew by 12.6%, and sales of existing homes (5.44 million) grew by 4.0% in 2016, they still have not reached their pre-recessionary peaks of 2005 (2.07 million, 1.28 million, and 7.08 million units respectively).

IHS Markit expects the housing market to continue to recover, supported by growth in employment and real incomes. Mortgage rates, although expected to rise, are forecast to remain relatively low. Sales of new homes are forecast to increase by 15.3% in 2017, 9.7% in 2018, and 3.7% in 2019. Existing home sales are forecast to remain steady, increasing by 0.3% in 2017, decreasing by 1.6% in 2018, and increasing by 1.7% in 2019. IHS Markit expects that rising prices, low inventories of unsold homes, and low rental vacancy rates will induce builders to accelerate construction activity in both 2017 and 2018, with multifamily structures accounting for approximately one-third of housing starts. Housing starts are expected to increase to 1.2 million in 2017, 1.3 million in 2018, and 1.4 million in 2019.

The forecast assumes that federal policy changes will leave the income tax deduction for mortgage interest payments and the standard deduction unchanged. Alterations to these deductions could negatively impact the housing sector (increasing the standard deduction would reduce the number of homeowners who would benefit by itemizing their deductions for mortgage interest payments).

Business Investment. Real investment in nonresidential structures declined by 2.8% in 2016, primarily due to a drastic drop of investment in mining and petroleum structures (-43.9%) in response to low energy prices. After falling to a 71-year low in May, 2016, the Baker Hughes rig count has steadily increased along with the recovery in oil prices. IHS Markit forecasts that the rebound in oil prices will support investment growth in mining and petroleum structures (growing 42.4% in 2017 and by 12.8% in 2018). As a result, overall investment in nonresidential structures is forecast to grow 6.6% in 2017, 3.3% in 2018, and 1.7% in 2019.

Real spending on equipment dropped 2.5% in 2016, dragged down by weak domestic and export demand, a strong dollar, and a correction in excess inventories. In the third quarter of 2016, investment in equipment is estimated to have decreased four quarters in a row, the first time this has occurred since at least 1947 (when quarterly record keeping began). However, equipment spending is estimated to have picked up in the fourth quarter of 2016 (9.0%), supported by solid gains in aircraft, computers, and light vehicles. This growth is forecast to carry over into 2017 (4.0%), 2018 (5.7%), and 2019 (5.2%), as foreign and domestic demand picks up and the drag from excessive inventories resolves itself.

Intellectual property investment for software, another indicator of business investment, grew by an estimated 4.9% in 2016, and is forecast to grow at a slower rate of 4.2% in 2017, 3.8% in 2018, and 3.7% in 2019.

International Trade. Real net exports were -\$556.6 billion in 2016, representing an increase in the trade deficit of \$16.6 billion. Real exports increased by 0.4%, whereas real imports increased by 0.9%. IHS Markit forecasts that the trade deficit will continue to widen and remain a drag on growth, with real net exports decreasing by 13.9% in 2017, 20.5% in 2018, and 11.1% in 2019.

A key factor in the trade imbalance is that the value of the dollar is expected to rise throughout 2017, bolstered by stronger domestic growth and interest rate increases, and then decline relative to U.S. trade partners in 2018 and 2019 as growth rates and interest rates rise in foreign markets. Another factor is that nominal oil imports are forecast to grow (17.4% in 2017, 6.0% in 2018, and 10.6% in 2019) as oil prices recover from their 2016 lows. The result is increasing trade deficits due to real import growth (4.4% in 2017, 6.4% in 2018, and 5.1% in 2019) outstripping export growth (1.9% in 2017, 2.3% in 2018, and 3.1% in 2019).

IHS Markit's baseline forecast does not incorporate proposed trade and immigration policies by the Trump administration. A trade war could potentially cut into long-term growth, but the short-term effects are unclear.

Alternative Scenarios. IHS Markit's 2017 forecast also includes an optimistic scenario and a pessimistic scenario. Under the pessimistic scenario, the January, 2017, forecast assigns a 20% probability of a two-quarter economic contraction in the first half of 2018 due to strained trade relations with China and Mexico. U.S. exports decline more than imports, and economic conditions worsen across the world. The U.S. dollar increases in value, further undermining export competitiveness. U.S. businesses react by postponing capital investments. The stock market declines markedly, along with consumer confidence. Meanwhile, productivity continues to decline, and thus modest demand-side growth causes inflationary pressure. OPEC oil production cuts (which are not offset by increased domestic production) and inflation prompts the Federal Reserve to raise interest rates, further constricting growth. Under this scenario, disagreements between the new Trump administration and Congress, as well as a federal government hiring freeze, prevent stimulus spending. As a result, consumer and business confidence deteriorates, leading to declines in business investment, meager growth in consumer spending, and a fall in housing starts. Real GDP growth is estimated at 1.3% in 2017, -1.1% in 2018, and 1.9% in 2019. These growth rates are lower than the baseline forecast by 1.0% in 2017, 3.7% in 2018, and 0.4% in 2019.

Under the optimistic scenario, the January, 2017, forecast assigns a 15% probability of higher real GDP growth than the baseline forecast (0.5% higher in 2017, 0.8% higher in 2018, and 1.1% higher in 2019). On the supply side under this scenario, Trump administration policies boost the economy by rolling back regulations and lowering corporate income taxes, which result in increased capital spending. Stronger business fixed investment and technological advances enhance productivity. The stock market sees strong growth as consumer and business confidence improve. The Federal Reserve takes a cautious approach to raising interest rates, with two rate increases instead of three in 2017. On the demand side, stronger consumer spending and gains in the housing sector are supported by income growth as well as low inflation, interest rates, and oil prices. Additionally, Congress decreases income taxes even lower than forecast, further supporting income and spending. Finally, global growth increases moderately in 2017 and 2018. This relieves pressure on net exports by leading the dollar to decline (which increases above the baseline only in 2019). As a result, real GDP increases by 2.8% in 2017, 3.4% in 2018, and 3.4% in 2019.

General Fund Taxes

Table 3 shows general fund tax revenue estimates for 2016-17 and each year of the 2017-19 biennium. Over the three-year period, these estimates are $454.6 million (0.95%) higher than the projections released by the Department of Revenue (DOR) last November. By year, the new estimates are higher than DOR's projections by $63.4 million in 2016-17, $145.3 million in 2017-18, and $245.9 million in 2018-19. The estimates for all three of the state's major tax sources (the individual income tax, general sales and use tax, and corporate income and franchise tax) are greater than DOR's estimates in each year. The new estimates are based on the most recent national economic forecast and tax collections data, both of which are generally stronger than in November. The estimates also incorporate all law changes enacted to date.

TABLE 3

Projected General Fund Tax Collections
(Millions)

	2015-17 Biennium		2017-19 Biennium	
	2015-16 Actual	2016-17 Estimated	2017-18 Estimated	2018-19 Estimated
Individual Income	$7,740.8	$8,050.0	$8,360.0	$8,710.0
Sales and Use	5,065.8	5,215.0	5,370.0	5,580.0
Corporate Income & Franchise	963.0	900.0	940.0	950.0
Public Utility	360.6	359.7	373.5	378.2
Excise				
Cigarettes	573.4	565.0	565.0	561.0
Tobacco Products	76.1	82.0	85.0	88.0
Liquor and Wine	50.0	51.0	52.0	53.0
Beer	9.0	8.9	8.9	8.8
Insurance Company	177.3	187.0	192.0	197.0
Miscellaneous Taxes	81.4	85.0	87.0	90.0
Total	$15,097.5	$15,503.6	$16,033.4	$16,616.0
Change from Prior Year		$406.1	$529.8	$582.6
Percent Change		2.7%	3.4%	3.6%

Individual Income Tax. Individual income tax revenues are estimated to total $8,050.0 million in 2016-17, which represents a 4.0% increase relative to income tax collections in 2015-16 of $7,740.8 million. Individual income tax revenues are estimated at $8,360.0 million in 2017-18 and $8,710.0 million in 2018-19. These amounts represent increases of 3.9% in the first year and 4.2% in the second year.

The January, 2017, IHS Markit forecast projects national personal income growth of 3.5% in 2016, 4.6% in 2017, 5.2% in 2018, and 5.3% in 2019. However, personal income includes both taxable components, such as wage and salary disbursements, and nontaxable components, such as employer contributions for employee fringe benefits and government transfer payments to individuals. The taxable components of personal income are estimated to increase by 3.5% in 2016, 4.9% in 2017, 5.4% in 2018, and 5.4% in 2019. Personal income, as measured by the U.S. Bureau of Economic Analysis, does not include income from capital gains realizations, which are subject to state and federal taxation.

Although individual income tax collections are currently 4.6% above 2015-16 collections on a year-to-date basis, collections are estimated to increase 3.5% in the rest of 2016-17 and end the year 4.0% higher than 2015-16. A lower growth rate in the second half of 2016-17 reflects some taxpayers accelerating estimated payments in December, 2016, as opposed to January, 2017, and an increase in refunds in the Spring months due to law changes. The law changes include increasing the standard deduction for married filers, federalizing exemption amounts under the alternative minimum tax, the final year phase-in of the manufacturing and agriculture credit, and the capital gains exclusion for Wisconsin assets. The capital gains provision was enacted as part of 2011 Wisconsin Act 32, but its initial impact will occur in tax year 2016 due to a five-year holding period requirement. Law changes will also affect future collections as their impact, relative to 2015-16, is expected to grow from -$77.7 million in 2016-17 to -$123.6 million in 2017-18 and -$150.7 million in 2018-19. Otherwise, individual income tax collections are expected to increase over the coming biennium, reflecting the continuation of the national recovery from the 2008-2009 economic downturn.

General Sales and Use Tax. State sales and use tax revenues totaled $5,065.8 million in 2015-16, and are estimated at $5,215.0 million for 2016-17. The estimate represents an increase of 2.9% growth over the prior year. Sales tax revenues in the next biennium are estimated at $5,370.0 in 2017-18 and $5,580.0 in 2018-19, reflecting growth of 3.0% and 3.9% respectively.

Sales tax collections through December, 2016, (including an anticipated transfer of $10.0 million from the Department of Transportation for collections related to sales of motor vehicles) are 2.8% higher than the same period in 2015. Accounting for changes in law which reduced collections, year-to-date growth is the approximately equal to 3.0%. Growth is projected to remain at 3.0% for the remainder of the 2016-17 fiscal year.

Corporate Income/Franchise Tax. Corporate income/franchise taxes are estimated to decrease from $963.0 million in 2015-16 to $900.0 million in 2016-17. Corporate income/franchise tax revenues are forecast to increase to $940.0 million in 2017-18 and $950.0 million in 2018-19. This represents a decrease in revenues of 6.5% in 2016-17, followed by increases of 4.4% in 2017-18 and 1.1% in 2018-19.

The estimate for 2016-17 reflects a 13.9% reduction from our office's January, 2016, estimate of $1,045.0 million. The revision is based primarily on weak year-to-date corporate income/franchise collections. Through December, 2016, collections were 20.9% lower when compared to the same period in 2015-16. However, collections this year have been affected by certain large one-time refund payments. According to IHS Markit, growth in both economic profits and adjusted before-tax book profits are expected to be higher over the remainder of the state fiscal year as compared to the six-month year-to-date collection period. Similarly, IHS Markit's national measure for state and local income taxes is expected to reverse from a small year-to-date contraction to moderate growth over the next two quarters. Projected corporate income/franchise tax revenues for 2017-18 and 2018-19 reflect the forecast for adjusted before-tax book profits through the remainder of the forecast period, as well certain state tax law changes that are anticipated to have an impact on future corporate income/franchise tax revenues.

Public Utility Taxes. Public utility taxes are estimated at $359.7 million in 2016-17, $373.5 million in 2017-18, and $378.2 million in 2018-19. On a year-to-year basis, these estimates represent a decrease of 0.2% in 2016-17, and increases of 3.8% in 2017-18 and 1.3% in 2018-19. The gross revenues tax group comprises almost 70% of estimated collections, and gross revenues taxes are estimated to increase 0.3% in 2016-17, 5.9% in 2017-18, and 1.7% in 2018-19. Private light, heat, and power companies are the largest taxpayer group among gross revenues taxpayers, and collections from these companies are estimated to increase 0.7% in 2016-17, 6.2% in 2017-18, and 1.6% in 2018-19. This pattern is influenced by a mild winter and low natural gas prices in 2016 and a return to more normal weather patterns and some "bounce-back" in natural gas prices beginning in 2017. Companies subject to a state ad valorem tax comprise the other group of taxpayers with public utility tax liabilities. Collections from these taxpayers are estimated to decrease 1.2% in 2016-17, and 0.4% in 2017-18, but then increase by 0.4% in 2018-19. The decreases result from falling ad valorem tax rates and the loss of tax base due to depreciation and obsolescence. The largest decreases are expected among telephone companies, while modest tax increases due to new construction are expected for pipeline companies. These companies comprise the two largest ad valorem taxpayer groups.

Excise Taxes. General fund excise taxes are imposed on cigarettes, liquor (including wine and hard cider), tobacco products, and beer. In 2015-16, excise tax collections totaled $708.5 million. Of this amount, $573.4 million (approximately 80.9%) was from the excise tax on cigarettes. Excise tax revenues are estimated at $706.9 million in 2016-17, which represents reduced revenues of 0.2%. The estimated reduction in excise tax revenues is primarily from a decline through December, 2016, in year-to-year cigarette tax collections, which are currently 1.7% lower than collections over the same period in 2015. Excise tax revenues over the next biennium are estimated at $710.9 in 2017-18 and $710.8 in 2018-19.

Insurance Premiums Taxes. Insurance premiums taxes are projected to increase from $177.3 million in 2015-16 to $187.0 million in 2016-17, $192.0 million in 2017-18, and $197.0 million in 2018-19. The estimate for 2016-17 is based, in part, on year-to-date insurance premiums tax collection growth of 5.7%, whereas the estimates for 2017-18 and 2018-19 reflect historic growth trends. The estimates reflect annual growth in insurance premiums taxes of 5.5% in 2016-17, 2.7% in 2017-18, and 2.6% in 2018-19.

Miscellaneous Taxes. Miscellaneous taxes include the real estate transfer fee, municipal and circuit court-related fees, and a small amount from the occupational tax on coal. Miscellaneous tax revenues were $81.4 million in 2015-16, of which 80.0% was generated through the real estate transfer fee. Based on the economic forecast for the housing sector, as well as collections through December, 2016, miscellaneous taxes are projected to increase to $85.0 million in 2016-17, which represents a 4.4% increase from 2015-16 collections. Miscellaneous taxes are estimated to increase to $87.0 million in 2017-18 and $90.0 million in 2018-19, primarily due to an anticipated continuation of the housing recovery.

This office will continue to monitor state revenues and expenditures and new economic forecasts, and notify you and your colleagues of any further adjustments that may be necessary.

Sincerely,

Bob Lang

Robert Wm. Lang
Director

RWL/sas
cc: Members, Wisconsin Legislature

APPENDIX C

FORM OF BOND COUNSEL OPINION

Upon delivery of the 2017 Series 2 Bonds, Quarles & Brady, LLP, Milwaukee, Wisconsin expects to deliver to the State a legal opinion in substantially the following form:

[Letterhead of Quarles & Brady LLP]

State of Wisconsin Building Commission
101 East Wilson Street, 7th Floor
Madison, WI 53702

RE: $368,595,000 State of Wisconsin **(State)**
Transportation Revenue Refunding Bonds, 2017 Series 2
dated December 21, 2017 **(2017 Series 2 Bonds)**

We have acted as bond counsel to the State in connection with the issuance of the 2017 Series 2 Bonds. In such capacity, we have examined such law and such certified proceedings, certifications, and other documents as we have deemed necessary to render this opinion, including a certified copy of the transcript of proceedings of record of the State of Wisconsin Building Commission **(Commission)** preliminary to and in connection with the issuance of the 2017 Series 2 Bonds.

The 2017 Series 2 Bonds have been authorized and issued pursuant to Subchapter II of Chapter 18 **(Revenue Obligations Act)** and Section 84.59 **(Act)** of the Wisconsin Statutes as now in force; the resolution of the Commission adopted June 26, 1986, entitled "1986 State of Wisconsin Building Commission Resolution 9, State of Wisconsin Transportation Facilities and Highway Projects Revenue Obligations General Resolution" **(General Resolution)**, as amended and supplemented by certain resolutions of the Commission adopted March 19, 1998, August 9, 2000, and October 15, 2003 (collectively, **Amending Resolutions)**; and a resolution of the Commission adopted October 18, 2017 and the determinations of the Capital Finance Director made thereunder in the report to the Commission, dated December 20 , 2017 (collectively, **Series Resolution)** (hereafter, the General Resolution, as amended by the Amending Resolutions, shall be referred to as the **General Resolution** and the General Resolution and the Series Resolution shall be referred to collectively as the **Resolutions**).

The 2017 Series 2 Bonds are issued on a parity with certain outstanding transportation revenue bonds **(Prior Bonds)**, and are issued on a basis senior to certain outstanding transportation revenue commercial paper notes. The 2017 Series 2 Bonds are issued to pay the costs of refunding certain outstanding Prior Bonds.

Pursuant to the Revenue Obligations Act, the Act and the General Resolution, the State, acting through the Commission, is authorized to issue transportation revenue bonds in addition to, but on a parity with the Prior Bonds and the 2017 Series 2 Bonds.

As to questions of fact material to our opinion, we have relied on the certified proceedings and other certifications of public officials and others furnished to us without undertaking to verify the same by independent investigation.

We have examined a sample of the 2017 Series 2 Bonds and find the same to be in proper form.

Based upon our examination, it is our opinion under existing law:

(1) The State has valid right and lawful authority to finance transportation facilities and major highway projects by the adoption of the Resolutions, to perform its obligations under the terms and conditions of the Resolutions, and to issue the 2017 Series 2 Bonds.

(2) The Resolutions have been duly and lawfully adopted by the Commission, are in full force and effect, and constitute valid and binding obligations of the State enforceable upon the State in accordance with their terms.

(3) The 2017 Series 2 Bonds are valid and binding revenue bonds of the State secured by a pledge in the manner and to the extent set forth in the General Resolution and are entitled to the equal benefit, protection and security of the provisions, covenants and agreements of the General Resolution on a parity with the Prior Bonds. The General Resolution creates the valid pledge which it purports to create of the Program Income (as defined in the General Resolution) and of monies and securities on deposit in any of the Funds (as defined in the General Resolution) established under the General Resolution, including the investments, if any, thereof, subject to the application thereof to the purposes and on the conditions permitted by the General Resolution.

(4) The 2017 Series 2 Bonds have been lawfully authorized and issued in accordance with the Constitution and statutes of the State, including the Revenue Obligations Act and the Act and in accordance with the Resolutions.

(5) The 2017 Series 2 Bonds do not constitute a debt or grant or loan of credit of the State, and the State shall not be generally liable thereon, nor shall the 2017 Series 2 Bonds be payable out of any funds other than those provided therefor pursuant to the Resolutions and the Act. Neither the faith and credit nor the taxing power of the State or any political subdivision thereof is pledged to the payment of the principal or the interest on the 2017 Series 2 Bonds.

(6) The interest on the 2017 Series 2 Bonds (including any original issue discount properly allocable to the owners thereof) is excludable for federal income tax purposes from the gross income of the owners of the 2017 Series 2 Bonds. The interest on the 2017 Series 2 Bonds is not an item of tax preference for purposes of the federal alternative minimum tax imposed by Section 55 of the Internal Revenue Code of 1986, as amended **(Code)** on corporations (as that term is defined for federal income tax purposes) and individuals. However, for purposes of computing the alternative minimum tax imposed on corporations the interest on the 2017 Series 2 Bonds is included in adjusted current earnings. The Code contains requirements that must be satisfied subsequent to the issuance of the 2017 Series 2 Bonds in order for interest on the 2017 Series 2 Bonds to be or continue to be excludable from gross income for federal income tax purposes. Failure to comply with certain of those requirements could cause the interest on the 2017 Series 2 Bonds to be included in gross income retroactively to the date of issuance of the 2017 Series 2 Bonds. The State has agreed to comply with all of those requirements. The opinion set forth in the first sentence of this paragraph is subject to the condition that the State comply with those requirements. We express no opinion regarding other federal tax consequences arising with respect to the 2017 Series 2 Bonds.

In rendering our opinion regarding exemption from present federal income taxes, we have relied on the report of Samuel Klein and Company, Certified Public Accountants, as to the yield on the 2017 Series 2 Bonds and investments relative to the refunding transaction.

We express no opinion herein regarding the accuracy, adequacy, or completeness of the Official Statement or other offering material relating to the 2017 Series 2 Bonds. Further, we express no opinion regarding tax consequences arising with respect to the 2017 Series 2 Bonds other than as expressly set forth herein.

Except as expressly set forth in (3) above regarding the priority of the 2017 Series 2 Bonds with respect to other obligations of the State under the Act, we express no opinion regarding the perfection or priority of the lien on Program Income or other Funds established under the General Resolution.

The rights of the owners of the 2017 Series 2 Bonds and the enforceability of the 2017 Series 2 Bonds and the Resolutions may be subject to bankruptcy, insolvency, reorganization, moratorium and other similar laws affecting creditor's rights and may be also subject to the exercise of judicial discretion in accordance with general principles of equity, whether considered at law or in equity.

This opinion is given as of the date hereof, and we assume no obligation to revise or supplement this opinion to reflect any facts or circumstances that may hereafter come to our attention, or any changes in law that may hereafter occur.

QUARLES & BRADY LLP

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APPENDIX D

OUTSTANDING BONDS
REFUNDED BY THE 2017 SERIES 2 BONDS

Series		Principal Amount	Interest Rate	Maturity Date	CUSIP [a]	Call Date	Call Price
Crossover Refunded Bonds							
2009 Series B	$	7,825,000	4.737%	7/1/2020	977123 YF9	7/1/2019	100%
		8,200,000	4.887	7/1/2021	977123 YG7	7/1/2019	100
		8,600,000	5.037	7/1/2022	977123 YH5	7/1/2019	100
		9,040,000	5.187	7/1/2023	977123 YJ1	7/1/2019	100
		9,510,000	5.287	7/1/2024	977123 YK8	7/1/2019	100
		10,015,000	5.437	7/1/2025	977123 YL6	7/1/2019	100
		59,405,000	5.837	7/1/2030	977123 YM4	7/1/2019	100
2010 Series B	$	9,850,000	4.700%	7/1/2022	977123 ZC5	7/1/2020	100%
		10,345,000	4.900	7/1/2023	977123 ZD3	7/1/2020	100
		10,865,000	5.100	7/1/2024	977123 ZE1	7/1/2020	100
		11,405,000	5.300	7/1/2025	977123 ZF8	7/1/2020	100
		11,975,000	5.500	7/1/2026	977123 ZG6	7/1/2020	100
		12,575,000	5.600	7/1/2027	977123 ZH4	7/1/2020	100
		13,205,000	5.700	7/1/2028	977123 ZJ0	7/1/2020	100
		13,865,000	5.800	7/1/2029	977123 ZK7	7/1/2020	100
		14,555,000	5.850	7/1/2030	977123 ZL5	7/1/2020	100
		15,285,000	6.000	7/1/2031	977123 ZM3	7/1/2020	100
	$	236,520,000					
Defeased Refunded Bonds							
2008 Series A	$	8,265,000	5.00%	7/1/2018	977123 XL7	N/a	N/a
2010 Series A	$	4,510,000	5.00%	7/1/2019	977123 R91	N/a	N/a
2012 Series 1	$	11,620,000	5.00%	7/1/2029	977123 A65	7/1/2022	100%
		12,205,000	5.00	7/1/2030	977123 A73	7/1/2022	100
		12,815,000	5.00	7/1/2031	977123 A81	7/1/2022	100
		13,455,000	5.00	7/1/2032	977123 A99	7/1/2022	100
2013 Series 1	$	12,010,000	5.00%	7/1/2028	977123 E20	7/1/2023	100%
		12,610,000	5.00	7/1/2029	977123 E38	7/1/2023	100
		13,240,000	5.00	7/1/2030	977123 E46	7/1/2023	100
2014 Series 1	$	1,670,000	5.00%	7/1/2019	977123 G44	N/a	N/a
		21,270,000	5.00	7/1/2029	977123 H68	7/1/2022	100%
		22,330,000	5.00	7/1/2030	977123 H76	7/1/2022	100
		23,450,000	5.00	7/1/2031	977123 H84	7/1/2022	100
	$	169,450,000					

[a] The CUSIP number for each refunded bond has been obtained from a source the State believes to be reliable, but the State is not responsible for the correctness of the CUSIP numbers.

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