



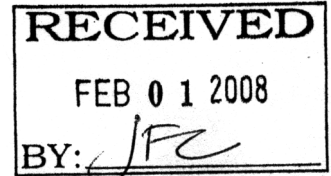
**WISCONSIN DEPARTMENT OF
ADMINISTRATION**

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January 30, 2008



The Honorable Mark Miller, Co-Chair
Joint Committee on Finance
409 South, State Capitol
Madison, WI 53702

The Honorable Kitty Rhoades, Co-Chair
Joint Committee on Finance
309 East, State Capitol
Madison, WI 53702

Dear Senator Miller, Representative Rhoades and Members:

In accordance with s. 16.531(3), Wisconsin Statutes, I am submitting this report on the completed calendar quarter ended December 31, 2007, with an assessment of the condition of the General Fund for the period from January 1, 2008, to June 30, 2008.

The cash activity for the quarter was as follows:

General Fund Cash Activity
for the Quarter Ended December 31, 2007
(\$ in millions)

Month	Beginning Balance	Lowest Intramonth Balance	Receipts	Disbursements
October	\$723.6	\$606.2	\$2,124.8	\$1,430.7
	1,417.7	783.1	1,962.3	2,248.7
	1,131.3	-285.2	1,769.6	2,454.0
	446.9			

At no time during the quarter was it necessary to exercise the authority under s. 16.53(10)(a), Wisconsin Statutes, pertaining to the delay of payments. However, at various times during the quarter it was necessary to exercise the reallocation authority under s. 20.002(11)(a), Wisconsin Statutes for the General Fund, the Dry Cleaner Environmental Response Fund, the Injured Patients and Families Compensation Fund, the Worker's Compensation Fund, and the Wisconsin Health Education Loan Repayment Fund.

The Honorable Mark Miller
The Honorable Kitty Rhoades
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The following is the preliminary cash forecast for the six months from January 2008 through June 2008.

General Fund Cash Forecast
January 2008 - June 2008
(\$ in Millions)

Month	Beginning Balance	Lowest Intramonth Balance	Receipts	Disbursements
January	\$446.9	\$446.9	\$2,674.8	\$1,847.1
February	1,274.6	761.8	2,087.7	2,376.4
March	985.9	-326.3	2,037.6	3,349.8
April	-326.3	-515.8	2,359.3	1,855.2
May	177.8	-30.4	1,974.3	1,944.3
June	207.8	-944.0	2,517.2	3,064.7
July	-339.7			

The General Fund will experience low balances from March 24, 2008, to April 21, 2008, from May 7, 2008, to May 12, 2008, and from June 16, 2008, to June 30, 2008. During these periods, it will become necessary to exercise the authority granted under s. 20.002(11)(a), Wisconsin Statutes, pertaining to the reallocation of certain eligible surplus moneys.

Sincerely,


Michael L. Morgan
Secretary