

By the numbers . . .

**The Wisconsin economy,
state finances, and
Evansville compared.**

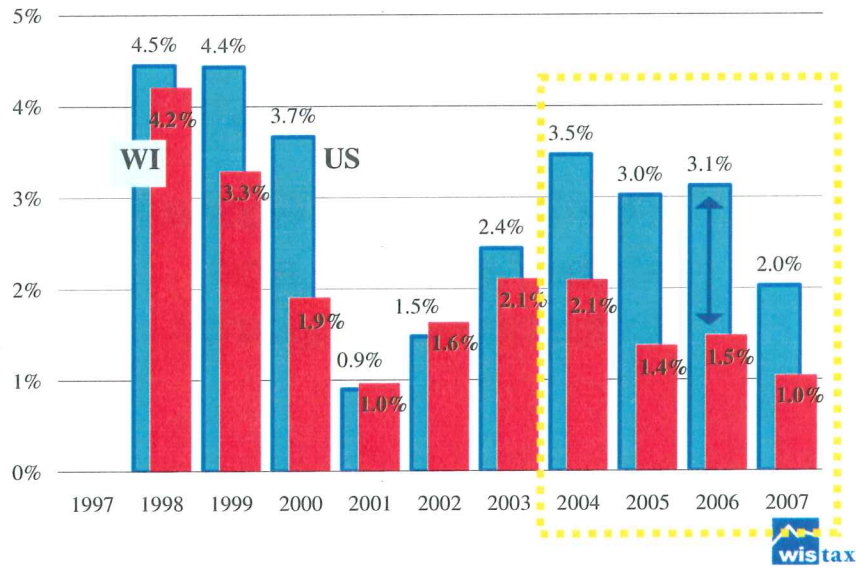


Overview

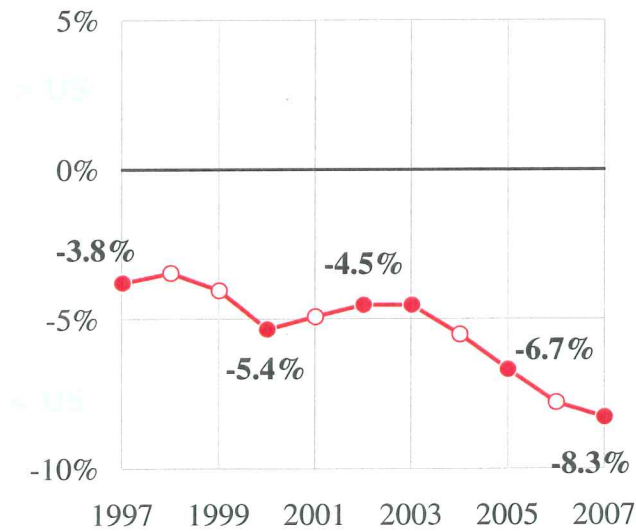
- **WISTAX**
- **State economy looking back**
- **State finance: history/concepts**
- **2009-11 state budget**
- **Who's balancing state budget?**
- **Municipal finances: Evansville vs . . .**



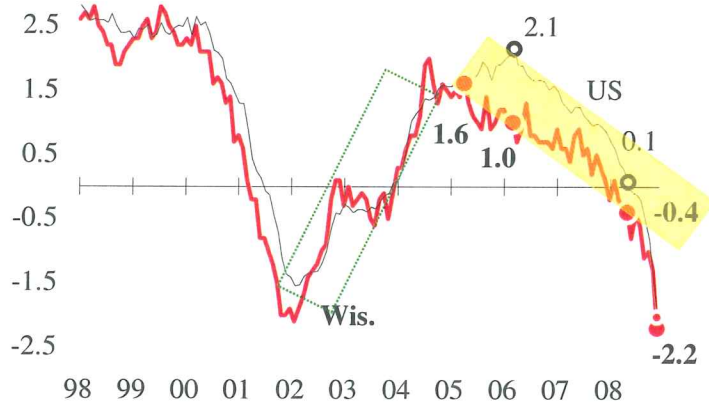
Annual Growth in Real GDP: Wis. vs. US



Per Capita GDP: Wis. +/- US



Mo'ly Pct. Job Chg. (vs. prior yr.): US vs. Wis.

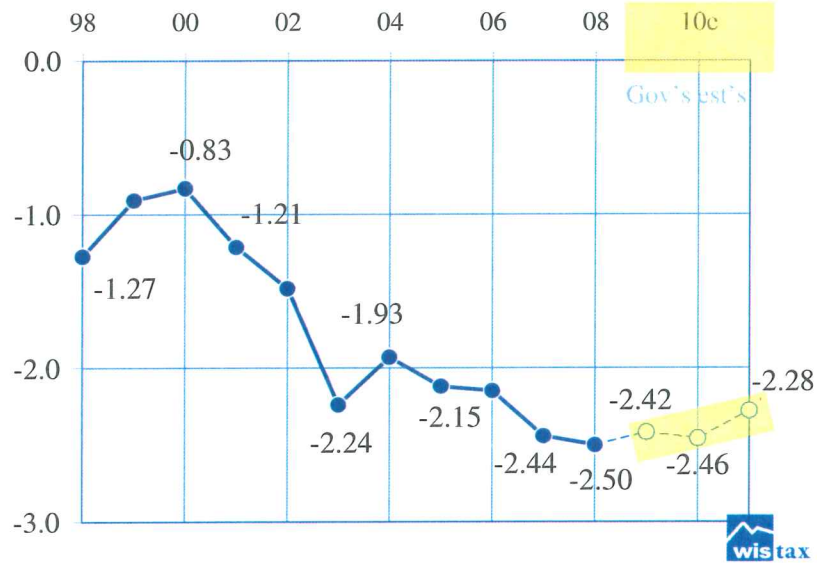


Roots of state budget problem

- **Backdrop: Boom in econ. & rev's**
- **"Political heaven" in the 1990s**
- **Expenditures > Revenues**
- **Recession, then 9/11 . . .**



'Official' history (Controller's CAFR per GAAP)

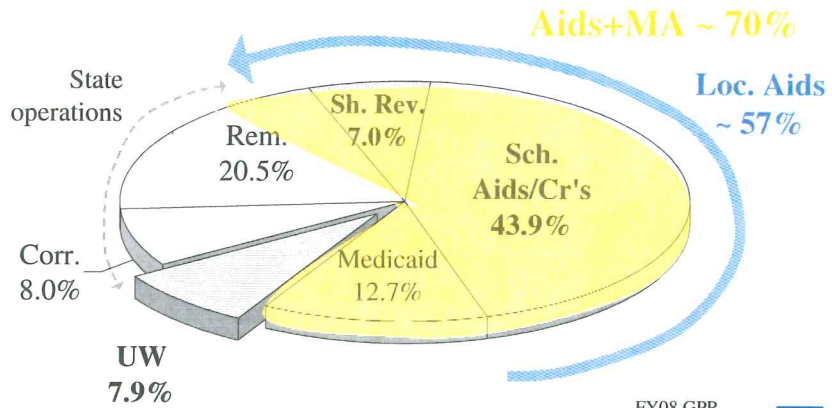


How they do it . . .

- **Budgetary vs. GAAP accounting**
- **Accounting tricks**
- **"Making money": transfers, tobacco**
- **Borrowing**
- **Little saving, spend reserves**

Stark budget choices

State spending isn't where you think
 it is. You've got to look at the numbers.



FY08 GPR

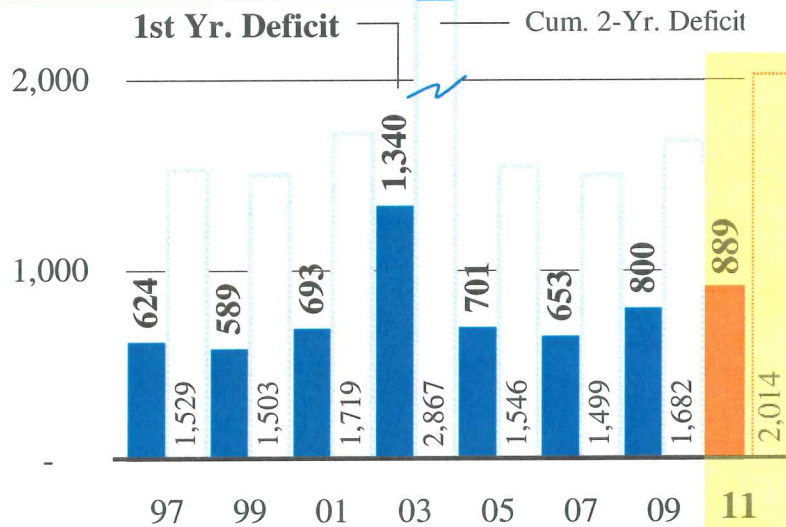


2009-11 State Budget — Act 28

Fiscal Yr. Ends	GPR ⁿ		All Rev's ^g	
	\$ b	% chg.	\$ b	% chg.
2008a	13.53	-	27.37	-
2009b	14.20	5.0%	29.28	7.0%
2010c	12.88	-9.3%	30.93	5.6%
2011c	13.79	7.0%	31.06	0.4%
Ann. Avg.		-1.4%		3.0%
<i>Biennial Totals</i>				
2008+09	27.73		56.64	
2010+11	26.68	-3.8%	61.99	9.4%



Future structural 'deficits'



New taxes and fees: How much?

- **Already enacted (Feb.)**
\$1.14 billion ('09-'10-'11)
- **Added taxes:**
(\$1.9 billion '09-'11)
- **Added fees: \$240 million**
- **Totals:**
Three-years: \$3.0+ billion

