

# STATE OF WISCONSIN

SENATE CHAIR  
**Alberta Darling**

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ASSEMBLY CHAIR  
**John Nygren**

309 East, State Capitol  
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## JOINT COMMITTEE ON FINANCE

### MEMORANDUM

To: Members  
Joint Committee on Finance

From: Senator Alberta Darling  
Representative John Nygren

Date: January 31, 2018

Re: DOA Report to JFC

Attached is a report on temporary reallocation of balances from the Department of Administration, pursuant to s. 20.002(11)(f), Stats.

This report is being provided for your information only. No action by the Committee is required. Please feel free to contact us if you have any questions.

Attachments

AD:JN:jm



STATE OF WISCONSIN  
DEPARTMENT OF ADMINISTRATION

Scott Walker, Governor  
Scott A. Neitzel, Secretary

January 31, 2018

Mr. Jeffrey Renk, Chief Clerk  
Wisconsin Senate  
B20 South, State Capitol  
Madison, WI 53702

JAN 31 2018

*St. Finance*

Mr. Patrick Fuller, Chief Clerk  
Wisconsin Assembly  
17 West Main Street, Room 401A  
Madison, WI 53703

Dear Mr. Renk and Mr. Fuller:

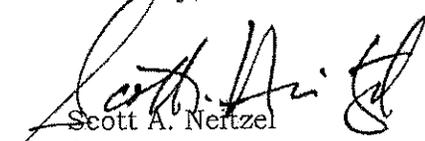
This report is transmitted as required by s. 20.002(11)(f), Wisconsin Statutes (for distribution to the appropriate standing committees under s. 13.172(3), Wisconsin Statutes) and confirms that the Department of Administration has found it necessary to exercise the "temporary reallocation of balances" authority provided by this section in order to meet payment responsibilities and cover resulting negative cash balances during the month of December 2017.

On December 18, 2017, the **Police and Fire Protection Fund** cash balance closed at a negative \$25.11 million (its intramonth low). The cash balance was negative through December 31, 2017, when it closed at a negative \$22.50 million.

The Police and Fire Protection Fund shortfall was due to the difference in the timing of revenues and expenditures. The shortfall was not in excess of the statutory interfund borrowing limitations and did not exceed the balances of the funds available for interfund borrowing.

The distribution of interest earnings to investment pool participants is based on the average daily balance in the pool and each fund's share. Therefore, the monthly calculation by the State Controller's Office will automatically reflect the use of these temporary reallocations of balance authority, and as a result, the funds requiring the use of the authority will effectively bear the interest cost.

Sincerely,

  
Scott A. Neitzel  
Secretary