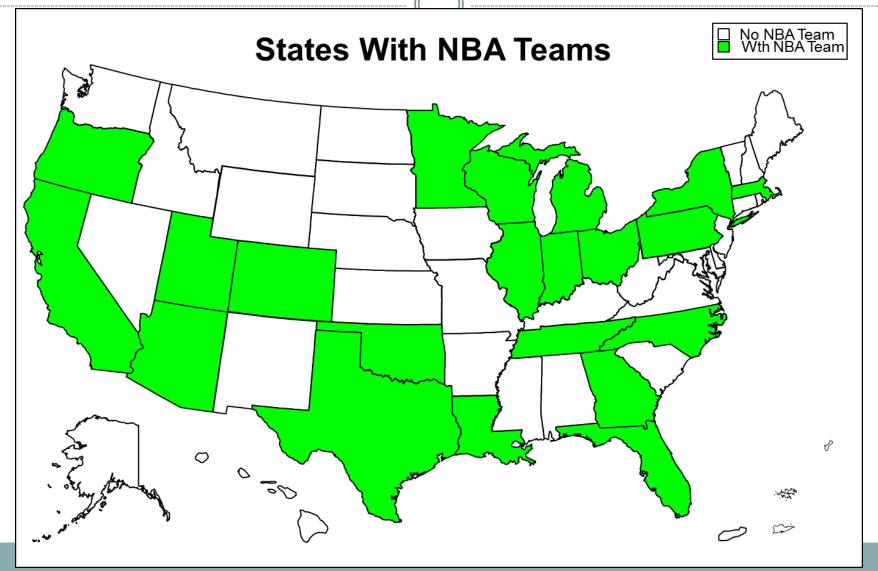
## Wisconsin's NBA Team: A Generational Opportunity

JOHN KOSKINEN, CHIEF ECONOMIST WISCONSIN DEPARTMENT OF REVENUE

### The Essentials: Wisconsin's NBA Team

- Participates in a global entertainment industry
- Adds \$130 million in GDP to Wisconsin's economy annually
- Growing to more than \$200 million GDP annual contribution within five years
- Benefits all state residents by paying more than \$6.5 million each year in income taxes now → growing to \$13.0 million annually within 10 years
- For State's \$80 million investment over 20 years, income tax revenues will exceed \$299 million

## Start with the Basics: Wisconsin is 1 of 22 states with an NBA team



## **NBA Media Rights Changes Everything**



# The Rare Controlled Experiment: The NBA in Oklahoma

State GDP in Performing Arts, Spectator Sports, Museums and Related Activities Industry

#### New Orleans Hornets Leave Louisiana and Move to Oklahoma City

	<u>2005</u>	<u>2006</u>	<u>Change</u>
Louisiana	868	751	-117
Oklahoma	181	317	136

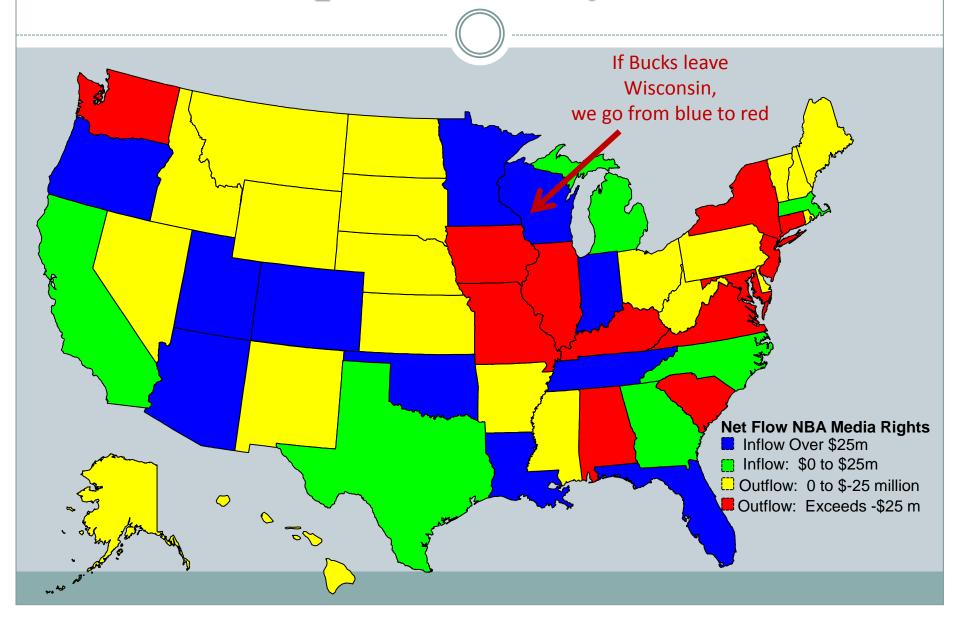
Oklahoma City Hornets Return to Louisiana				
	<u>2007</u>	<u>2008</u>	<u>Change</u>	
Louisiana	913	1044	131	
Oklahoma	315	263	-52	

Amounts in Millions of Dollars

### **Seattle Supersonics Move to Oklahoma City**

	<u>2008</u>	2009	<u>Change</u>
Oklahoma	263	379	116
Washington	1400	1293	-107

## NBA is An Export Industry for Wisconsin



## NBA Players Pay Their Own Way

Now	\$M Per Year	
Income from NBA Withholding	\$6.5	
State pledge to new arena	\$4.0	
Net return	\$2.5	f cost
	\$2.5 State portion of already covered	d NOW

By 2019	\$M Per Year	
Income from NBA Withholding	\$10.4	
State pledge to new arena	\$4.0	
Net return	\$6.4	riples by 2019
	~PARILY '	

State net return nearly