

State Stores Fund Statement of Cash Receipts & Disbursements Worksheet (Dollar Amounts in Thousands)

The State Stores Fund serves as the general operating fund for the Liquor Control Board. The Pennsylvania State Police receive funds for the enforcement of the Liquor Code. The Department of Health receives funds for alcohol abuse programs. This fund receives revenues from the sale of goods in State Liquor Stores, fees not credited to the Liquor License Fund, fines and penalties, losses and damages recovered, and loans from the General Fund to provide working capital. Expenditures cover all costs associated with the operation and administration of the Liquor Store System and enforcement of the Liquor Code. Surplus funds are available for transfer to the General Fund.

	Actual FY 2012-13	Actual FY 2013-14	Estimate FY 2014-15	Estimate FY 2015-16	Estimate FY 2016-17	Estimate FY 2017-18	Estimate FY 2018-19
Cash Balance, Beginning	6,683	-1,201	30,462	25,278	25,591	14,738	-8,678
Receipts:							
Fees/Fines	13,550	14,138	14,138	14,138	14,138	14,138	14,138
Sale of Goods	1,748,409	1,817,821	1,872,356	1,947,250	2,025,140	2,106,146	2,190,392
Tax Revenues	440,483	454,062	467,684	486,391	505,847	526,081	547,124
Other / Misc	2,298	2,298	2,298	2,298	2,298	2,298	2,298
Gen. Fund Loan	110,000	0	0	0	0	0	0
Interest	424	419	419	419	419	419	419
Total Receipts	<u>2,315,162</u>	<u>2,288,738</u>	<u>2,356,895</u>	<u>2,450,496</u>	<u>2,547,842</u>	<u>2,649,082</u>	<u>2,754,371</u>
Total Funds Available	<u>2,321,845</u>	<u>2,287,537</u>	<u>2,387,357</u>	<u>2,475,774</u>	<u>2,573,433</u>	<u>2,663,820</u>	<u>2,745,693</u>
Disbursements:							
Treasury	0	0	0	0	0	0	0
Health	2,070	2,567	2,474	2,400	2,400	2,400	2,400
Liquor purchases	1,143,269	1,241,371	1,281,000	1,332,250	1,385,500	1,440,900	1,498,500
LCB Expenses	407,910	449,651	498,256	514,986	548,460	584,110	622,077
Comptroller	5,160	4,184	5,000	5,000	5,000	5,000	5,000
Taxes	440,483	454,062	467,684	486,391	505,847	526,081	547,124
Repay Loan	220,000	0	0	0	0	0	0
Profit Transfers	80,000	80,000	80,000	80,000	80,000	80,000	80,000
State Police	24,154	25,240	27,665	29,156	31,488	34,007	36,728
Total Disbursements	<u>2,323,045</u>	<u>2,257,075</u>	<u>2,362,079</u>	<u>2,450,183</u>	<u>2,558,695</u>	<u>2,672,498</u>	<u>2,791,829</u>
Cash Balance, Ending	-1,201	30,462 *	25,278	25,591	14,738	-8,678	-46,136

Notes: Sales revenues differs from GAAP reported sales due to the inclusion of SLO freight and timing differences in recognition of revenues, (Treasury vs GAA
* State Stores Fund actual cash balance with Treasury on June 30, 2014 was \$210.3 million.

FY 2013-14

- LCB expenses includes \$440.48M in actual expenses plus \$9.17M in FY 13-14 commitments.
- PSP-LCE expenses include \$24.97M in actual expenses and \$0.29M in FY 13-14 commitments.

FY 2014-15

- Sales and tax revenues are projected at 8.0% growth.
- Liquor purchases includes \$1,281.0M as reflected in the Executive Authorization.
- LCB expenses includes \$484.96M as reflected in FY14-15 Executive Authorization, with an additional \$13.29M for FY 13-14 prior year expenses.
- PSP-LCE expenses include \$26.996M as reflected in FY14-15 Governor's budget submission, with an additional \$0.67M for FY13-14 expenses.

FY 2015-16, FY 2016-17, FY 17-18 & FY 18-19

- Sales and taxes are projected to grow at 4% annually.
- Liquor purchases reflect the FY 15-16 budget submission of \$1,332M and are projected to grow at 4% annually.
- LCB expenses reflect FY 15-16 budget submission of \$515.25M and are projected to increase by 6.5% annually.
- PSP-LCE expenses are projected to grow by 8% annually from FY 14-15 budget submission of \$27M.
- Profit transfer remains unchanged at \$80 million annually.