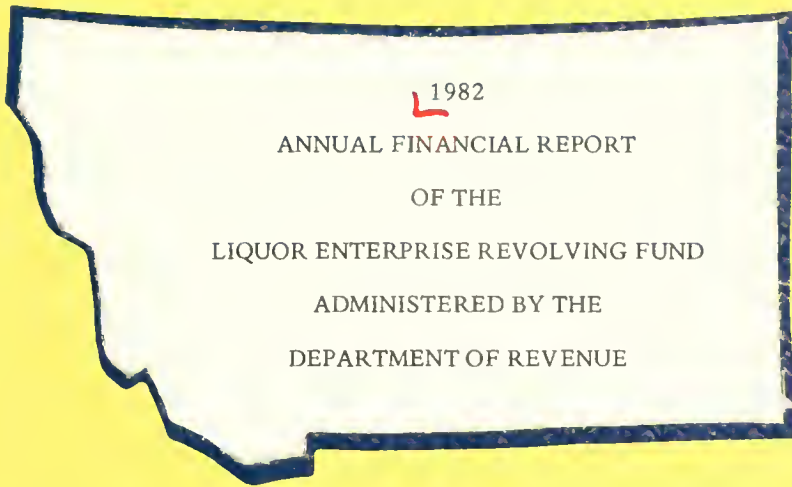


S
350.761
L9afr
1982



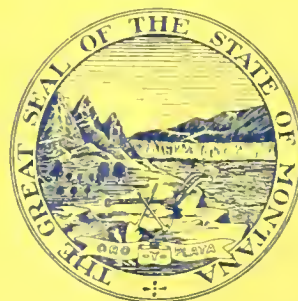
STATE DOCUMENTS COLLECTION

MAR 25 2003

MONTANA STATE LIBRARY
1515 E. 6th AVE.
HELENA, MONTANA 59620

MONTANA DEPARTMENT OF REVENUE

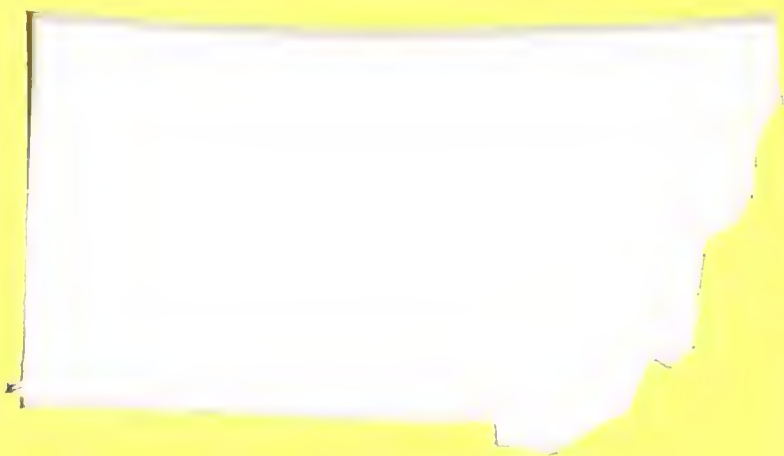
Sam W. Mitchell Bldg.
Helena, Montana



MONTANA STATE LIBRARY



3 0864 1001 8653 8



1982
ANNUAL FINANCIAL REPORT
OF THE
LIQUOR ENTERPRISE REVOLVING FUND
ADMINISTERED BY THE
DEPARTMENT OF REVENUE

ADMINISTRATIVE OFFICERS

ELLEN FEAVER DIRECTOR, DEPARTMENT OF REVENUE
HOWARD HEFFELFINGER. . . ADMINISTRATOR, LIQUOR DIVISION

TABLE OF CONTENTS

LIQUOR ENTERPRISE REVOLVING FUND FINANCIAL REPORT

	Page
GENERAL INFORMATION	1
FINANCIAL STATEMENTS	
COMPARATIVE BALANCE SHEET	2
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN RETAINED EARNINGS.	3
COMPARATIVE STATEMENT OF CHANGES IN FINANCIAL POSITION	4
NOTES TO FINANCIAL STATEMENTS.	5
COMPARATIVE STATEMENT OF OPERATING EXPENSES BY RESPONSIBILITY CENTER	12
COMPARATIVE REPORT OF SALES BY STATE LIQUOR STORES	14
SCHEDULE OF LIQUOR AND WINE SALES AND POPULATION BY COUNTY.	16
COMPARATIVE REPORT OF TAX REVENUES	23
SOURCE AND DISTRIBUTION OF ALL LIQUOR REVENUES.	24
10 – YEAR HISTORY OF ALL LIQUOR REVENUES	24
LIQUOR, WINE, AND BEER TAX DISTRIBUTION INFORMATION	25
LIQUOR LICENSE RENEWAL FEE SCHEDULE.	26
SCHEDULE OF LICENSES ISSUED	27

GENERAL INFORMATION

In Montana, during fiscal year ended June 30, 1982, liquors and wines were sold to the public and to other retail liquor establishments through 144 state liquor stores and agencies throughout the state. All liquor and wines are supplied to these retail outlets from a central warehouse located in Helena.

Prices on liquors and wines sold in state liquor stores are set by the central office in Helena and are the same throughout the state. Prices include a standard mark-up, 16% excise tax which is distributed to the general fund of the state, and a 10% license tax which is distributed to cities and towns and counties for law enforcement and for the support of alcoholic rehabilitation programs throughout the state. A 5% discount is allowed on purchases of unbroken case lots to licensees and non-licensees alike.

In addition to the merchandising operations, the Liquor Division issues liquor, beer, and wine licenses and permits. The State Tax Appeal Board hears appeals of the Department of Revenue's decisions concerning the issuance, suspension, transfer or revocation of licenses.

The Liquor Division Administrator is appointed by the Director of the Department of Revenue. The Liquor Division consists of the Purchasing Bureau, Warehouse Bureau, Stores Bureau and Licensing Bureau. A summary of the various bureaus activities is as follows:

Purchasing: The Purchasing Bureau ordered and maintained inventory on 957 regularly listed products during fiscal 1982. The regular listed products consisted of 554 distilled spirits, 76 dessert wines and 327 table wines. A total 1,062 products were also special ordered.

Warehousing: The warehouse received 721,973 cases in FY'82, compared to 731,651 in FY'81, a decrease of 1.3%. Cases shipped from the warehouse to the state stores/agencies totaled 714,043 versus 741,918 in FY'81, a decrease of 2.43%. At the same time the number of actual truckload shipments out increased by 10.7% - 3,820 FY'82 from 3,450 in FY'81.

Stores: The state operated 144 retail sales outlets during FY 1982, 76 of which were state stores and 68 agency stores. During fiscal year 1982, 5 agency stores were closed and 1 new state store was opened in Helena. The Bureau's four District Supervisors made approximately 875 store visitations during the '82 fiscal year.

Licensing: As of June 30, 1982, a total of 3,119 licenses had been issued for the retail sale of distilled spirits, beer, and wine. Eighty-seven licenses were issued to brewers and beer and beer/wine distributors. Permits issued for special events totaled 946. An additional 272 licenses/permits were processed for registering vendors, vendors agents and wineries. A grand total of 4424 license/permits were issued in FY'82 compared to 4,114 in FY'81.

The following financial statements are for the Liquor Enterprise Revolving Fund..

Information on other revenues emanating from the operation of the liquor distribution system in Montana including the collection of taxes on beer and wine sold by distributors is shown as supplementary information beginning on page 23 of this report.

DEPARTMENT OF REVENUE – LIQUOR ENTERPRISE REVOLVING FUND
COMPARATIVE BALANCE SHEET
June 30, 1982 and 1981

	<u>1982</u>	<u>1981</u>
<u>ASSETS</u>		
CURRENT ASSETS		
CASH		
Petty Cash Funds	\$ 5,830	\$ 5,937
Change Funds in Stores	20,725	18,765
Cash in Treasury	672,414	1,376,020
Cash on Hand	235,558	242,218
Total Cash	<u>\$ 934,527</u>	<u>\$ 1,642,940</u>
RECEIVABLES		
Employee Expense Advances	\$ 1,037	\$ 800
Receivable from Agents	22,165	0
Due From Other Funds	19,062	270
Accounts Receivable - Freight Claims	4,000	15,785
Total Receivables	<u>\$ 46,264</u>	<u>\$ 16,855</u>
SUPPLIES INVENTORY	<u>\$ 29,128</u>	<u>\$ 0</u>
MERCHANDISE INVENTORIES		
In Stores	\$ 6,861,354	\$ 6,477,964
In Warehouse	4,146,780	4,188,236
Total Merchandise Inventories	<u>\$ 11,008,134</u>	<u>\$ 10,666,200</u>
PREPAID RENTS	<u>\$ 62,972</u>	<u>\$ 53,929</u>
TOTAL CURRENT ASSETS	<u>\$ 12,081,025</u>	<u>\$ 12,379,924</u>
FIXED ASSETS		
Warehouse Building	\$ 1,711,932	\$ 1,711,932
Furniture and Equipment	786,790	754,350
Less Allowance for Depreciation	(520,139)	(479,225)
TOTAL FIXED ASSETS	<u>\$ 1,978,583</u>	<u>\$ 1,987,057</u>
TOTAL ASSETS	<u>\$ 14,059,608</u>	<u>\$ 14,366,981</u>
<u>LIABILITIES AND FUND EQUITY</u>		
CURRENT LIABILITIES		
Accounts Payable	<u>\$ 5,976,885</u>	<u>\$ 6,221,441</u>
FUND EQUITY		
Retained Earnings	<u>\$ 8,082,723</u>	<u>\$ 8,145,540</u>
TOTAL LIABILITIES AND FUND EQUITY	<u>\$ 14,059,608</u>	<u>\$ 14,366,981</u>

See accompanying notes to financial statements

DEPARTMENT OF REVENUE – LIQUOR ENTERPRISE REVOLVING FUND
 COMPARATIVE STATEMENT OF REVENUES,
 EXPENSES, AND CHANGES IN RETAINED EARNINGS
 For The Years Ended June 30, 1982 and 1981

	<u>1982</u>		<u>1981</u>	
Gross Liquor & Wine Sales		\$ 55,356,063		\$ 53,289,150
Less Discounts Granted		960,241		955,677
Adjusted Gross Liquor & Wine Sales		\$ 54,395,822		\$ 52,333,473
Less Cost of Goods Sold				
Beginning Inventory, July 1,	\$ 10,666,200		\$ 9,551,417	
Liquor & Wine Purchases	29,723,343		29,080,761	
Freight to Warehouse	1,098,079		1,074,206	
Freight to Stores	608,889		545,245	
Goods Available for Sale	\$ 42,096,511		\$ 40,251,629	
Ending Inventory, June 30,	11,008,134	31,088,377	10,666,200	29,585,429
Gross Income from Liquor & Wine Sales		\$ 23,307,445		\$ 22,748,044
Other Income		13,566		18,161
Gross Income		\$ 23,321,011		\$ 22,766,205
Operating Expenses:				
Salaries	\$ 3,349,862		\$ 3,061,496	
Employee Benefits	746,606		662,179	
Contracted Services	909,456		804,384	
Supplies and Materials	21,958		123,673	
Communications	92,084		79,287	
Travel	31,115		23,173	
Rent	724,296		667,840	
Utilities	165,678		137,320	
Repairs and Maintenance	47,686		31,025	
Breakage and Shortages	66,191		65,509	
Depreciation	110,142		110,754	
Other Expenses	33,597		24,510	
Research & Information Division				
Expenses Allocable	321,387		275,894	
Centralized Services Division Expenses Allocable	0		22,193	
Legal & Enforcement Division Expenses				
Allocable	183,948	6,804,006	200,097	6,289,334
Operating Income		\$ 16,517,005		\$ 16,476,871
Less Operating Transfers Out For Taxes:				
Liquor Excise Tax	\$ 6,581,478		\$ 6,343,783	
Liquor License Tax	4,113,423		3,964,865	
Wine Tax	140,917	10,835,818	139,372	10,448,020
Net Income from Operations		\$ 5,681,187		\$ 6,028,851
Less Operating Transfer Out of Profits		5,750,000		7,499,113
Net Addition (Deduction) to Retained Earnings		\$ (68,813)		\$ (1,470,262)
Retained Earnings, July 1	\$ 8,145,540		\$ 9,670,295	
Prior Year Net Corrections of Income/Expenses	5,996	8,151,536	(54,493)	9,615,802
Retained Earnings, June 30		\$ 8,082,723		\$ 8,145,540

See accompanying notes to financial statements

DEPARTMENT OF REVENUE – LIQUOR ENTERPRISE REVOLVING FUND
COMPARATIVE STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED JUNE 30, 1982 AND 1981

	<u>1982</u>	<u>1981</u>
SOURCES OF WORKING CAPITAL:		
OPERATIONS:		
Net Income from Operations	\$ 5,681,187	\$ 6,028,851
Item Not Requiring Working Capital-Depreciation	<u>110,142</u>	<u>110,754</u>
	\$ 5,791,329	\$ 6,139,605
Net Prior Year Income/Expenditure Corrections	<u>5,996</u>	<u>(54,493)</u>
Total Sources of Working Capital	<u>\$ 5,797,325</u>	<u>\$ 6,085,112</u>
USES OF WORKING CAPITAL:		
Acquisition of Fixed Assets	\$ 101,668	\$ 13,123
Net Profits Distributed to General Fund	<u>5,750,000</u>	<u>7,499,113</u>
Total Uses of Working Capital	<u>\$ 5,851,668</u>	<u>\$ 7,512,236</u>
NET INCREASE (DECREASE) IN WORKING CAPITAL	<u>\$ (54,343)</u>	<u>\$ (1,427,124)</u>
ELEMENTS OF NET INCREASE (DECREASE) IN NET WORKING CAPITAL:		
Cash	\$ (708,413)	\$ 724,702
Accounts Receivable	10,617	2,868
Supplies Inventory	29,128	0
Due From Other Funds	18,792	(21,733)
Prepaid Expenses	9,043	6,093
Merchandise Inventory	341,934	1,114,783
Accounts Payable	<u>244,556</u>	<u>(3,253,837)</u>
NET INCREASE (DECREASE) IN WORKING CAPITAL	<u>\$ (54,343)</u>	<u>\$ (1,427,124)</u>

See accompanying notes to financial statements

DEPARTMENT OF REVENUE – LIQUOR ENTERPRISE REVOLVING FUND

NOTES TO FINANCIAL STATEMENTS

June 30, 1982

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This summary of significant accounting policies of the Department of Revenue, as they pertain to the Liquor Enterprise Revolving Fund, is presented to assist in understanding these financial statements. These accounting policies conform to generally accepted accounting principles (GAAP) except where noted otherwise and have been consistently applied in the preparation of the financial statements.

The accompanying financial statements have been prepared in accordance with the National Council on Government Accounting's Statement I, Governmental Accounting And Financial Reporting, except where noted otherwise.

BASIS OF ACCOUNTING

This financial report is prepared from the Statewide Budget and Accounting System (SBAS) which utilizes the modified accrual basis of accounting. Modified accrual is defined as, "that method of accounting in which expenditures are recorded on the basis of valid obligations and revenues are recorded when received in cash. Full accrual accounting will be permitted if the need justifies the application. At the end of a fiscal year, all valid obligations against an appropriation are to be accrued as expenditures as provided by law". (Montana Operations Manual, 2-240-40) By law liquor must be paid for before it is taken from a store, no credit sales being allowed, so that all receipts are cash basis and are recorded in SBAS. All expenditures at fiscal year end are recorded on the accrual basis in SBAS.

MATCHING REVENUES WITH EXPENDITURES

LEGAL COMPLIANCE VS. GAAP REPORTING

SUPPORT SERVICES

The legislature appropriates liquor revolving fund moneys to support divisions within the Department of Revenue. The appropriated amounts do not relate directly to the services performed for the Liquor Division by these support divisions. SBAS expenditure records demonstrate compliance with appropriation laws and there is no attempt in SBAS to relate expenditures with actual services rendered. Consequently the financial statements prepared from SBAS show expenditures in accordance with legal compliance. An analysis of actual services rendered by the various support divisions show the following expenses are actual costs of the support services rendered to the Liquor Division.

	<u>1982</u>			<u>1981</u>		
	<u>Merchandising</u>	<u>Licensing</u>	<u>Total</u>	<u>Merchandising</u>	<u>Licensing</u>	<u>Total</u>
Centralized Services	\$ 197,225	\$ 26,569	\$ 223,794	\$ 159,198	\$ 18,344	\$ 177,542
Director's Office	33,550	33,550	67,100	13,867	25,753	39,620
Legal Division	13,638	259,125	272,763	10,889	206,904	217,793
Research & Information Division	194,673	10,246	204,919	220,929	11,628	232,557
Total Support Division Costs	<u>\$ 439,086</u>	<u>\$ 329,490</u>	<u>\$ 768,576</u>	<u>\$ 404,883</u>	<u>\$ 262,629</u>	<u>\$ 667,512</u>

MATCHING REVENUES WITH EXPENDITURES

LEGAL COMPLIANCE VS. GAAP REPORTING

(Continued)

LICENSING OPERATIONS

Liquor Division is appropriated funds from the Liquor Enterprise Revolving Fund for administering a licensing program which produces considerable revenues required to be deposited intact to the General Fund of the State of Montana. These revenues and related expenses are shown in the following statement of operations for licensing operations of the Liquor Division. The expenses include those of the Licensing Bureau, 20% of administration and the allocable Investigation Division expenses. All revenues have been deposited directly to the General Fund. Liquor license renewal fees are due on June 30 and are for the following fiscal year. Liquor license revenues are accounted for as revenues in the license year rather than when received. At June 30, 1982, \$954,830 in liquor license fees received were deferred to the following year. These are shown as deferred revenues in the General Fund of the state of Montana.

DEPARTMENT OF REVENUE – LIQUOR DIVISION

COMPARATIVE REPORT OF OPERATIONS – LICENSING OPERATIONS

For The Years Ended June 30, 1982 and 1981

REVENUE PRODUCED:	<u>1982</u>	<u>1981</u>
Liquor Licenses	\$ 902,420	\$ 866,986
Beer Licenses	304,375	328,465
Wine Licenses	197,000	190,900
New License Processing Fee	16,226	20,436
License Transfer and Processing Fee	39,994	34,149
Vender Permits & Agent Registration Fees	4,750	7,378
Mortgage Fees - Add	1,475	1,025
Mortgage Fees - Remove	2,850	3,175
Fines	<u>6,300</u>	<u>3,050</u>
TOTAL LICENSES AND RELATED REVENUES	<u>\$ 1,475,390</u>	<u>\$ 1,455,564</u>
 OPERATING EXPENSES:		
Salaries	\$ 107,603	\$ 82,786
Employee Benefits	21,469	17,533
Contracted Services	24,632	30,145
Supplies and Materials	5,013	3,649
Communications	7,118	8,139
Travel	800	1,144
Rent	3,574	4,831
Repairs and Maintenance	972	21
Other Expenses	581	587
Allocable Investigation Division Expenses	<u>183,948</u>	<u>200,097</u>
TOTAL OPERATING EXPENSES	<u>\$ 355,710</u>	<u>\$ 348,932</u>
 NET PROFITS –		
LICENSING OPERATIONS	<u><u>\$ 1,119,680</u></u>	<u><u>\$ 1,106,632</u></u>

MATCHING REVENUES WITH EXPENDITURES

(Continued)

PROPER MATCHING OF REVENUES AND EXPENDITURES

Using the above information and information from the financial statements the proper matching of revenues and expenditures for the licensing and merchandising activities can be summarized as follows:

LICENSING OPERATIONS

	<u>1982</u>		<u>1981</u>
Total Licenses and Related Revenues	\$ 1,475,390		\$ 1,455,564
Expenditures:			
Administration at 20%	\$ 48,709	\$	40,729
Licensing Bureau	123,053		108,106
Support Divisions from Above:			
Centralized Services	26,569		18,344
Director's Office	33,550		25,753
Legal Division	259,125		206,904
Research & Information Division	10,246		11,628
	501,252		411,464
Net Profits - Licensing Operations	\$ 974,138		\$ 1,044,100

MERCHANDISING OPERATIONS

	<u>1982</u>		<u>1981</u>
Gross Profits	\$12,485,193		\$ 12,308,996
Expenditures:			
Administration at 80%	\$ 194,838	\$	162,914
Purchasing Bureau	134,702		138,794
Warehouse Bureau	314,460		253,202
Liquor Stores	5,022,252		4,590,414
Stores Bureau Administration	335,515		378,187
Depreciation Expense	110,142		110,754
Support Divisions from Above:			
Centralized Services	197,225		159,198
Director's Office	33,550		13,867
Legal Division	13,638		10,889
Research & Information	194,673		220,929
	6,550,995		6,039,148
Net Profits - Merchandising Operations	\$ 5,934,198		\$ 6,269,848

Because records were not available in all instances, some of the above figures are estimates. For this reason the financial statements were prepared directly from SBAS. The Department of Revenue requested changes in the appropriations from the Liquor Enterprise Revolving Fund so that expenditures could be more properly matched with revenues. The Legislature decided against a change.

OPERATING TRANSFERS OUT

Liquor excise tax is required by law to be distributed monthly to the General Fund. Other liquor tax revenues and liquor profits are distributed either monthly or quarterly in accordance with legal requirements and the availability of cash in the Revolving Fund. The amounts distributed are shown as operating transfers in the financial statements and details of the distributions are shown in the following schedule.

DEPARTMENT OF REVENUE – LIQUOR ENTERPRISE REVOLVING FUND

COMPARATIVE SCHEDULE OF REVENUE DISTRIBUTIONS
FOR THE YEARS ENDED JUNE 30, 1982 AND 1981

	<u>1982</u>		CITY AND COUNTY <u>General Fund</u>
	<u>STATE</u>		
	<u>Earmarked Fund</u>	<u>General Fund</u>	
LIQUOR EXCISE TAX		\$ 6,581,478	
LIQUOR LICENSE TAX	\$ 2,694,292		\$ 1,419,131
WINE TAX	7,974	117,008	15,935
LIQUOR ENTERPRISE PROFITS		5,750,000	
	<u>\$ 2,702,266</u>	<u>\$ 12,448,486</u>	<u>\$ 1,435,066</u>

	<u>1981</u>		CITY AND COUNTY <u>General Fund</u>
	<u>STATE</u>		
	<u>Earmarked Fund</u>	<u>General Fund</u>	
LIQUOR EXCISE TAX		\$ 6,343,783	
LIQUOR LICENSE TAX	\$ 2,596,987		\$ 1,367,878
WINE TAX		139,372	
LIQUOR ENTERPRISE PROFITS		7,499,113	
	<u>\$ 2,596,987</u>	<u>\$ 13,982,268</u>	<u>\$ 1,367,878</u>

LEGISLATIVE REQUIREMENTS CONCERNING PROFITS AND EXPENSE LIMITATIONS

The 1981 Legislature in House Bill No. 500 states as follows:

“The division shall deposit not less than \$13 million of liquor profits to the general fund during the 1981 biennium. During the 1983 biennium profits may not be less than 15% of net liquor sales and not less than \$13 million. Net liquor sales are gross liquor sales less discounts and all taxes collected.

“The operational expenses of the liquor merchandising system may not exceed 15% of net liquor sales. Operational expenses may not include product or freight costs. The liquor division has full authority to determine store operating hours and the number and location of stores and employees and may raise or lower the liquor pricing formula to achieve the deposit requirement.”

During the 1981 biennium, the Department made deposits of \$13 million to the general fund as liquor profits. This required a reduction of investment in the Liquor Enterprise of over \$1 Million. During the 1983 biennium the liquor division determined that based upon the requirements of House Bill 500 as quoted above, the liquor pricing formula should be raised. This action was delayed because of public opposition to the price increase and it is probable that the Department will not be able to return the profit required by the legislature.

Operating expenses as defined above for fiscal year 1982 amounted to 14.43% of net liquor sales, within the “15% of net liquor sales” limitations.

INVENTORIES

The Liquor Division maintains a periodic inventory system for the liquor inventories in the state liquor warehouse and state liquor stores. The liquor inventories in this system are valued at the "most recent cost plus freight" basis. This method is not in conformance with generally accepted accounting principles which require the reporting of inventories at the lower of cost or market value. However, because price adjustments occur quarterly at August 1, November 1, February 1, and May 1, and two months of inventory turnover occur between May 1 and fiscal year end June 30, the effects of such valuation method on the fiscal year end inventory are considered insignificant to the total value of the inventory.

LEASES

The Liquor Division had leases on 75 State Liquor Stores at June 30, 1982. These leases are generally for five or ten years with five-year renewal options. However, if the Department does not receive funding from the State to continue operating retail liquor stores, the Department can terminate the leases upon giving sixty days notice to the lessors. As a result, the leases are considered to be cancellable. The Lessor furnishes and maintains the buildings and most fixtures. All of these leases are classified as Operating Leases. Lease costs for the fiscal year were \$703,692 and \$643,359 for fiscal years 1982 and 1981 respectively.

RETIREMENT PLANS

The Liquor Division participates in the Public Employees' Retirement System (PERS). The Division's contributory share for both fiscal years 1981 and 1982 was 6.2%. The employees' contributory share was 6% for fiscal year 1981 and 1982. Total retirement plan expenses were \$195,040 and \$176,434 for the fiscal years 1982 and 1981, respectively.

PERS provides services to state employees and employees of contracting political subdivisions. Members are eligible for retirement at age 60 with a minimum of 5 years of service. A member may retire as early as age 50 with 5 years of service with an actuarially reduced benefit. A member with 30 or more years of service may retire at any age or after 25 years of service with an actuarially reduced benefit.

Because of the multiemployer nature of PERS, actuarial disclosures for Department of Revenue employees only are not available. The following is the information disclosed in the State's financial statements for all employees covered by PERS.

The financial statements of PERS are prepared in conformity with GAAP using the accrual basis of accounting. The Statewide Budgeting and Accounting System (SBAS) contains the primary accounting records. PERS is funded through employee and employer contribution. The contribution rate is determined by the actuary and fixed by statute. "Entry age normal cost method" is the funding method employed by the actuary. This method established the normal cost of each fund as well as an unfunded accrued liability. To maintain the fund on an actuarially sound basis, the rate of contributions should be such as to fund the normal cost in addition to amortizing the unfunded liability over a 40 year period. As of June 30, 1980, actuarial valuation, PERS was on a 48.2 year funding basis.

The Last Reported Disclosures For PERS Are As Follows:

Participating Employees	36,000
Pension Plan Expense (6-30-82)	\$ 31,477,000
Employee Contributions (6-30-82)	21,192,000
Employer Contributions (6-30-82)	21,728,000
Actuarial Present Value of vested	
accumulated plan benefits (6-30-80)	383,579,000
Actuarial Present Value of nonvested	
accumulated plan benefits (6-30-80)	139,311,000
Net Assets available for benefits (6-30-82)	322,661,000
Unfunded liability (6-30-80)	217,097,000
Assumed Rate of Return used by actuary.	7%
Assumed inflationary increase for future	
salaries	5.5%

GENERAL FIXED ASSETS AND DEPRECIATION

Liquor Division's fixed assets are recorded in the State's Property Accountability and Management System (PAMS). PAMS includes all assets with a useful life of more than one year and a unit cost of \$200 or more. The following information regarding liquor division assets is from PAMS.

Fixed assets as of June 30, 1982, consist of the following:

	<u>Building</u>	<u>Furniture & Equipment</u>
Warehouse	\$ 1,711,932	
Office Equipment		\$ 313,435
Furniture & Fixtures		156,473
Warehouse Equipment		245,575
Vehicles		33,243
Data Processing Equipment		26,479
Other		11,585
	<u>\$ 1,711,932</u>	<u>\$ 786,790</u>

The liquor warehouse operation is located in the state's liquor warehouse on Airport Road in Helena, Montana. This warehouse was occupied in February of 1978. House Bill No. 712 of the 1975 Legislative session appropriated \$1,920,000 from the Long Range Building Program Account for the construction of the warehouse. The Long Range Building Program Account is financed by Cigarette Tax Revenues and there is no outstanding indebtedness of the State directly related to the liquor warehouse. The amount expended on the liquor warehouse and equipment from this account is considered as contributed capital to the liquor enterprise and is reflected as part of the retained earnings of the enterprise in these financial statements. Depreciation of the warehouse is included in operating expenses. A 40-Year useful life was considered reasonable and the straight line method of depreciation is used.

Depreciation on other Liquor Division assets is provided automatically by PAMS using various applicable useful lives applied on a straight line basis.

CONTINGENT LIABILITIES

Vacation and Sick Pay

Liabilities incurred because of unused vacation and sick pay by employees are not recorded. The related expenditure is recorded when paid. Based upon a calendar year, employees can accumulate vacation leave up to twice the number of leave days earned annually. Sick leave earned annually can be accumulated without limitation. Upon termination, the employee is paid all accumulated vacation leave and 25% of the accumulated sick leave. The liabilities associated with accumulated vacation and sick leave at fiscal year end were as follows:

	<u>1982</u>	<u>1981</u>
Vacation Leave	\$ 178,000	\$ 152,000
Sick Leave at 100%	<u>353,000</u>	<u>303,000</u>
Total	<u>\$ 531,000</u>	<u>\$ 455,000</u>

INSURANCE

Most assets of the Liquor Division are protected under the Statewide Insurance Program administered by the Department of Administration. The Department's Liquor Warehouse has been added to the State's Blanket All-Risk policy and all stock in the warehouse and the stores is self-insured by the state with the insurance reserves being held by the Department of Administration.

All Liquor Division vehicles are covered under the Comprehensive Automobile liability policy obtained by the Department of Administration.

The Department is indemnified against losses due to dishonest acts of employees under the State's Blanket Public Employees' Faithful Performance Bond.

ADDITIONAL INFORMATION

The following schedules are presented as additional information to the financial statements and include some information from other state accounting entities. Though not necessary for an understanding of the financial statements of Liquor Enterprise Revolving Fund, these schedules amplify information about that fund and include information about other revenues from the sale of alcoholic beverages in the state of Montana that are deposited directly in other accounting entities.

DEPARTMENT OF REVENUE – LIQUOR ENTERPRISE REVOLVING FUND
 COMPARATIVE STATEMENT OF OPERATING EXPENSES BY RESPONSIBILITY CENTER
 FOR THE YEARS ENDED JUNE 30, 1982 AND 1981

	<u>1982</u>	<u>1981</u>
ADMINISTRATION:		
Salaries	\$ 182,226	\$ 130,678
Employee Benefits	33,918	24,192
Contracted Services	17,746	26,955
Supplies and Materials	3,026	1,332
Communications	3,393	3,734
Travel	1,537	2,466
Rent	13,807	11,968
Repairs and Maintenance	267	106
Other Expenses	2,627	2,212
	<u>\$ 258,547</u>	<u>\$ 203,643</u>
LICENSING BUREAU:		
Salaries	\$ 71,158	\$ 56,650
Employee Benefits	14,685	12,695
Contracted Services	24,083	24,754
Supplies and Materials	4,408	3,382
Communications	6,439	7,392
Travel	493	651
Rent	812	2,437
Repairs and Maintenance	919	0
Other Expenses	56	145
	<u>\$ 123,053</u>	<u>\$ 108,106</u>
PURCHASING BUREAU:		
Salaries	\$ 69,092	\$ 61,473
Employee Benefits	13,344	11,518
Contracted Services	42,879	48,191
Supplies and Materials	1,798	1,320
Communications	5,656	4,629
Travel	246	280
Rent	495	10,450
Repairs and Maintenance	263	203
Other Expenses	929	730
	<u>\$ 134,702</u>	<u>\$ 138,794</u>

Schedule Continued Next Page

DEPARTMENT OF REVENUE – LIQUOR ENTERPRISE REVOLVING FUND
 COMPARATIVE STATEMENT OF OPERATING EXPENSES BY RESPONSIBILITY CENTER (continued)
 FOR THE YEARS ENDED JUNE 30, 1982 AND 1981

	<u>1982</u>	<u>1981</u>
WAREHOUSE BUREAU:		
Salaries	\$ 214,606	\$ 173,159
Employee Benefits	47,337	36,047
Contracted Services	7,803	6,282
Supplies and Materials	3,667	1,706
Communications	3,315	3,753
Travel	517	352
Rent	0	58
Utilities	33,432	27,747
Repairs and Maintenance	3,577	3,867
Other Expenses	206	231
	<u>\$ 314,460</u>	<u>\$ 253,202</u>
 LIQUOR STORES:		
Salaries	\$ 2,644,678	\$ 2,504,187
Employee Benefits	603,492	552,328
Contracted Services	739,315	616,262
Supplies and Materials	25,908	44,844
Communications	35,691	29,882
Travel	3,566	6,033
Rent	705,882	632,087
Utilities	132,259	109,539
Repairs and Maintenance	36,047	23,590
Other Expenses	29,223	14,203
Breakage And Shortages	66,191	65,509
	<u>\$ 5,022,252</u>	<u>\$ 4,598,464</u>
 STORES BUREAU ADMINISTRATION:		
Salaries	\$ 168,102	\$ 135,349
Employee Benefits	33,830	25,399
Contracted Services	77,630	81,940
Supplies and Materials	(16,849)	71,089
Communications	37,590	29,897
Travel	24,756	13,391
Rent	3,300	10,840
Utilities	(13)	34
Repairs and Maintenance	6,613	3,259
Other Expenses	556	6,989
	<u>\$ 335,515</u>	<u>\$ 378,187</u>
 EXPENSES NOT ALLOCATED ABOVE:		
Depreciation Expense	\$ 110,142	\$ 110,754
Research & Information Division Expenses	321,387	275,894
Legal & Enforcement Division Expenses	183,948	200,097
Centralized Services Division Expenses	0	22,193
	<u>\$ 615,477</u>	<u>\$ 608,938</u>
 TOTAL EXPENDITURES FROM LIQUOR REVOLVING FUND		
	<u><u>\$ 6,804,006</u></u>	<u><u>\$ 6,289,334</u></u>

See accompanying notes to financial statements

DEPARTMENT OF REVENUE -- LIQUOR ENTERPRISE REVOLVING FUND

COMPARATIVE REPORT OF SALES BY
STATE LIQUOR STORES
Fiscal Years Ended June 30, 1982 and June 30, 1981

Store No.	Location	1982	1981	Store No.	Location	1982	1981
167	Absarokee	\$ 184,721	\$ 168,146	11	Deer Lodge	\$ 321,666	\$ 315,635
138	Alberton	48,497	49,513	135	Denton	71,933	71,306
14	Anaconda	867,365	885,867	32	Dillon	615,738	567,545
84	Arlee	61,204	73,749	68	Drummond	92,538	95,287
88	Ashland	97,838	119,472	131	Dupuyer	51,338	45,149
81	Augusta	101,229	93,495	113	Dutton	34,311	37,945
42	Baker	289,160	245,979	191	East Glacier	72,428	95,843
76	Belgrade	237,517	226,888	83	East Helena	372,409	366,647
63	Belt	115,823	96,870	41	Ekalaka	43,300	60,177
179	Big Fork	367,244	333,962	187	Elliston	0	27,207
97	Big Sandy	107,588	117,222	60	Ennis	209,671	206,663
190	Big Sky	189,967	161,584	69	Eureka	237,776	222,445
17	Big Timber	251,370	246,095	67	Evergreen	197,204	197,162
3	Billings	2,750,911	3,013,845	130	Fairfield	123,227	119,291
4	Billings	2,537,321	2,482,918	120	Fairview	112,677	84,285
5	Billings	1,144,514	1,149,243	155	Flaxville	15,222	15,829
196	Billings	730,828	0	23	Forsyth	413,886	355,869
94	Birney	47,801	57,373	31	Fort Benton	205,629	173,134
56	Boulder	150,578	157,039	75	Frenchtown	132,617	17,197
9	Bozeman	1,491,386	1,469,313	58	Gardiner	135,219	136,959
193	Bozeman	674,195	494,218	125	Geraldine	30,163	40,936
153	Brady	39,866	36,383	156	Geyser	24,653	27,219
91	Bridger	95,093	88,594	24	Glasgow	517,342	488,703
40	Broadus	129,537	126,560	21	Glendive	667,464	646,890
189	Browning	471,282	468,654	139	Great Falls	1,708,315	1,603,774
2	Butte	1,077,327	1,017,777	140	Great Falls	1,488,540	1,454,128
116	Butte	1,678,989	1,700,812	141	Great Falls	1,788,602	1,822,889
79	Cascade	117,448	111,176	18	Hamilton	699,675	641,305
35	Chester	171,244	131,237	37	Hardin	452,480	454,919
28	Chinook	210,724	192,747	98	Harlem	129,615	118,758
34	Choteau	183,979	160,056	38	Harlowton	200,663	183,681
47	Circle	100,037	90,506	26	Havre	1,091,244	1,064,425
194	Colstrip	334,122	189,897	1	Helena	2,254,381	2,486,881
73	Columbia Falls	368,868	378,128	197	Helena	349,032	0
16	Columbus	167,728	156,625	123	Hingham	18,738	82,671
33	Conrad	262,870	262,235	180	Hinsdale	0	2,531
89	Culbertson	225,245	192,001	161	Hobson	55,829	59,357
45	Cut Bank	511,177	519,446	61	Hot Springs	78,394	82,665
85	Darby	149,270	148,557	10	Hysham	45,665	46,206

Schedule continued next page

DEPARTMENT OF REVENUE – LIQUOR ENTERPRISE REVOLVING FUND

COMPARATIVE REPORT OF SALES BY
STATE LIQUOR STORES

Fiscal Years Ended June 30, 1982 and June 30, 1981

Store No.	Location	1982	1981	Store No.	Location	1982	1981
188	Jackson	\$ 22,668	\$ 21,067	74	St. Ignatius	\$ 114,868	\$ 114,313
46	Jordan	77,716	78,667	185	St. Regis	128,542	139,122
12	Kalispell	1,197,160	1,309,428	51	Scobey	162,320	164,894
195	Kalispell	791,981	678,317	122	Seeley Lake	128,187	131,114
111	Kevin	66,418	61,212	29	Shelby	356,226	326,174
65	Laurel	475,251	437,765	105	Sheridan	170,194	167,027
15	Lewistown	637,543	639,634	50	Sidney	928,490	792,719
6	Libby	590,765	594,584	43	Stanford	83,487	83,917
82	Lima	68,294	70,891	115	Stevensville	112,907	137,187
112	Lincoln	134,176	132,411	99	Stockett	49,798	41,068
8	Livingston	804,331	754,472	126	Sunburst	57,963	70,572
192	Lolo	393,172	354,390	30	Superior	121,865	122,673
175	Malmstrom AFB	281,427	245,429	20	Terry	80,822	72,820
22	Malta	296,571	315,137	7	Thompson Falls	184,443	178,971
121	Manhattan	77,550	73,367	72	Three Forks	166,363	163,183
66	Martinsdale	30,661	25,419	49	Townsend	208,302	201,418
62	Martin City	213,222	190,625	70	Troy	201,918	214,523
90	Medicine Lake	92,121	96,269	77	Twin Bridges	85,173	92,747
136	Melstone	1,602	11,917	78	Valier	75,146	75,216
13	Miles City	950,856	941,305	172	Victor	156,104	137,596
170	Missoula	2,070,827	1,791,272	137	Walkerville	210,577	250,484
171	Missoula	2,126,318	2,596,859	93	Westby	21,937	29,794
95	Nashua	74,689	54,019	59	West Yellowstone	382,919	347,496
154	Neihart	8,761	49,487	64	Whitefish	896,810	817,802
129	Noxon	64,139	71,475	104	Whitehall	156,416	159,776
152	Opheim	21,684	22,754	36	White Sul. Springs	137,234	113,991
57	Ovando	29,858	33,680	19	Wibaux	128,600	125,453
25	Philipsburg	122,075	119,657	117	Wilsall	59,738	51,038
108	Plains	178,845	163,628	160	Winifred	70,836	67,761
53	Plentywood	484,932	472,909	39	Winnett	41,974	42,209
54	Polson	615,990	576,797	71	Wisdom	41,084	32,295
100	Poplar	273,158	245,156	52	Wolf Point	448,276	416,797
27	Red Lodge	373,999	376,660	118	Worden	148,475	127,908
96	Richey	0	3,686		"A" Stores	5,434	403
101	Ronan	286,933	270,951				
44	Roundup	215,510	196,907				
158	Roy	26,899	27,979		TOTAL	\$ 54,395,822	\$ 52,333,473
48	Ryegate	40,967	29,802				
103	Saco	51,878	53,332				

DEPARTMENT OF REVENUE – LIQUOR ENTERPRISE REVOLVING FUND
 SCHEDULE OF LIQUOR AND WINE
 SALES AND POPULATION BY COUNTY
 July 1, 1981 through June 30, 1982

County	Population by County 1980	Store No.	City	Liquor & Sweet Wine Sales	Table Wine Sales	Gross Sales	Percent of Total Sales
Beaverhead	8,186	32	Dillon	\$ 590,731	\$ 25,007	\$ 615,738	1.37
		71	Wisdom	38,532	2,552	41,084	
		82	Lima	66,099	2,195	68,294	
		188	Jackson	21,489	1,179	22,668	
			\$ 716,851	\$ 30,933	\$ 747,784		
Big Horn	11,096	37	Hardin	\$ 444,388	\$ 8,092	\$ 452,480	.83
				\$ 444,388	\$ 8,092	\$ 452,480	
Blaine	6,999	28	Chinook	\$ 199,078	\$ 11,646	\$ 210,724	.63
		98	Harlem	125,971	3,644	129,615	
				\$ 325,049	\$ 15,290	\$ 340,339	
Broadwater	3,267	49	Townsend	\$ 198,625	\$ 9,677	\$ 208,302	.38
				\$ 198,625	\$ 9,677	\$ 208,302	
Carbon	8,099	27	Red Lodge	\$ 349,115	\$ 24,884	\$ 373,999	.86
		91	Bridger	90,188	4,905	95,093	
				\$ 439,303	\$ 29,789	\$ 469,092	
Carter	1,799	41	Ekalaka	\$ 41,252	\$ 2,048	\$ 43,300	.08
				\$ 41,252	\$ 2,048	\$ 43,300	
Cascade	80,696	140	Great Falls	\$ 1,411,155	\$ 77,385	\$ 1,488,540	10.22
		139	Great Falls	1,584,718	123,597	1,708,315	
		141	Great Falls	1,723,308	65,294	1,788,602	
		175	Malmstrom AFB	281,427	0	281,427	
		79	Cascade	112,479	4,969	117,448	
		63	Belt	109,728	6,095	115,823	
		99	Stockett	48,205	1,593	49,798	
		154	Neihart	8,160	601	8,761	
				\$ 5,279,180	\$ 279,534	\$ 5,558,714	
Choteau	6,092	31	Fort Benton	\$ 190,668	\$ 14,961	\$ 205,629	.63
		97	Big Sandy	102,728	4,860	107,588	
		125	Geraldine	25,688	4,475	30,163	
		\$ 319,084	\$ 24,296	\$ 343,380			

Schedule continued next page

DEPARTMENT OF REVENUE – LIQUOR ENTERPRISE REVOLVING FUND
 SCHEDULE OF LIQUOR AND WINE
 SALES AND POPULATION BY COUNTY
 July 1, 1981 through June 30, 1982

County	Population by County 1980	Store No.	City	Liquor & Sweet Wine Sales	Table Wine Sales	Gross Sales	Percent of Total Sales
Custer	13,109	13	Miles City	\$ 917,664	\$ 33,192	\$ 950,856	
				\$ 917,664	\$ 33,192	\$ 950,856	1.75
Daniels	2,835	51	Scobey	\$ 155,367	\$ 6,953	\$ 162,320	
		155	Flaxville	14,543	679	15,222	
				\$ 169,910	\$ 7,632	\$ 177,542	.33
Dawson	11,805	21	Glendive	\$ 638,406	\$ 29,058	\$ 667,464	
				\$ 638,406	\$ 29,058	\$ 667,464	1.23
Deer Lodge	12,518	14	Anaconda	\$ 829,400	\$ 37,965	\$ 867,365	
				\$ 829,400	\$ 37,965	\$ 867,365	1.60
Fallon	3,763	42	Baker	\$ 279,189	\$ 9,971	\$ 289,160	
				\$ 279,189	\$ 9,971	\$ 289,160	.53
Fergus	13,076	15	Lewistown	\$ 602,284	\$ 35,259	\$ 637,543	
		135	Denton	70,143	1,790	71,933	
		160	Winifred	69,691	1,145	70,836	
		158	Roy	25,775	1,124	26,899	
				\$ 767,893	\$ 39,318	\$ 807,211	1.49
Flathead	51,966	12	Kalispell	\$ 1,126,934	\$ 70,226	\$ 1,197,160	
		195	Kalispell	759,606	32,375	791,981	
		64	Whitefish	846,990	49,820	896,810	
		73	Columbia Falls	355,333	13,535	368,868	
		67	Evergreen	190,877	6,327	197,204	
		179	Big Fork	346,742	20,502	367,244	
		62	Martin City	206,124	7,098	213,222	
				\$ 3,832,606	\$ 199,883	\$ 4,032,489	7.41
Gallatin	42,865	9	Bozeman	\$ 1,373,032	\$ 118,354	\$ 1,491,386	
		193	Bozeman	627,500	46,695	674,195	
		59	W. Yellowstone	356,296	26,623	382,919	
		72	Three Forks	153,420	12,943	166,363	
		76	Belgrade	231,129	6,388	237,517	
		121	Manhattan	71,389	6,161	77,550	
		190	Big Sky	180,054	9,913	189,967	
				\$ 2,992,820	\$ 227,077	\$ 3,219,897	5.92

Schedule continued next page

DEPARTMENT OF REVENUE – LIQUOR ENTERPRISE REVOLVING FUND
 SCHEDULE OF LIQUOR AND WINE
 SALES AND POPULATION BY COUNTY
 July 1, 1981 through June 30, 1982

County	Population by County 1980	Store No.	City	Liquor & Sweet Wine Sales	Table Wine Sales	Gross Sales	Percent of Total Sales
Garfield	1,656	46	Jordan	\$ 75,331	\$ 2,385	\$ 77,716	.14
				\$ 75,331	\$ 2,385	\$ 77,716	
Glacier	10,628	189 45 191	Browning	\$ 453,070	\$ 18,212	\$ 471,282	1.94
			Cut Bank	485,376	25,801	511,177	
			East Glacier	55,990	16,438	72,428	
				\$ 994,436	\$ 60,451	\$ 1,054,887	
Golden Valley	1,026	48	Ryegate	\$ 38,697	\$ 2,270	\$ 40,967	.08
				\$ 38,697	\$ 2,270	\$ 40,967	
Granite	2,700	25 68	Philipsburg	\$ 113,545	\$ 8,530	\$ 122,075	.40
			Drummond	85,025	7,513	92,538	
				\$ 198,570	\$ 16,043	\$ 214,613	
Hill	17,985	26 123	Havre	\$ 1,049,939	\$ 41,305	\$ 1,091,244	2.04
			Hingham	18,034	704	18,738	
				\$ 1,067,973	\$ 42,009	\$ 1,109,982	
Jefferson	7,029	56 104	Boulder	\$ 138,535	\$ 12,043	\$ 150,578	.56
			Whitehall	147,357	9,059	156,416	
				\$ 285,892	\$ 21,102	\$ 306,994	
Judith Basin	2,646	43 161 156	Stanford	\$ 74,493	\$ 8,993	\$ 83,486	.30
			Hobson	51,339	4,480	55,829	
			Geyser	23,721	932	24,653	
				\$ 149,553	\$ 14,415	\$ 163,968	
Lake	19,056	54 101 74 84	Polson	\$ 583,598	\$ 32,392	\$ 615,990	1.98
			Ronan	276,121	10,812	286,933	
			St. Ignatius	108,124	6,744	114,868	
			Arlee	57,846	3,358	61,204	
				\$ 1,025,689	\$ 53,306	\$ 1,078,995	
Lewis & Clark	43,039	197 1 83 112 81 199	Helena	\$ 329,766	\$ 19,266	\$ 349,032	5.91
			Helena	2,154,931	99,450	2,254,381	
			East Helena	360,593	11,816	372,409	
			Lincoln	127,794	6,382	134,176	
			Augusta	95,362	5,867	101,229	
			A Store	5,434	0	5,434	
				\$ 3,073,880	\$ 142,781	\$ 3,216,661	

Schedule continued next page

DEPARTMENT OF REVENUE – LIQUOR ENTERPRISE REVOLVING FUND
SCHEDULE OF LIQUOR AND WINE
SALES AND POPULATION BY COUNTY
July 1, 1981 through June 30, 1982

County	Population by County 1980	Store No.	City	Liquor & Sweet Wine Sales	Table Wine Sales	Gross Sales	Percent of Total Sales
Liberty	2,329	35	Chester	\$ 161,468	\$ 9,776	\$ 171,244	
				\$ 161,468	\$ 9,778	\$ 171,244	.31
Lincoln	17,752	6	Libby	\$ 570,870	\$ 19,896	\$ 590,766	
		69	Eureka	227,857	9,919	237,776	
		70	Troy	197,273	4,645	201,918	
				\$ 996,000	\$ 34,460	\$ 1,030,460	1.89
Madison	5,448	60	Ennis	\$ 194,453	\$ 15,218	\$ 209,671	
		105	Sheridan	159,927	10,267	170,194	
		77	Twin Bridges	79,446	5,727	85,173	
				\$ 433,826	\$ 31,212	\$ 465,038	.85
McCone	2,702	47	Circle	\$ 96,038	\$ 3,999	\$ 100,037	
				\$ 96,038	\$ 3,999	\$ 100,037	.18
Meagher	2,154	36	White Sulphur Spgs.	\$ 131,087	\$ 6,147	\$ 137,234	
		66	Martinsdale	29,231	1,430	30,661	
				\$ 160,318	\$ 7,577	\$ 167,895	.31
Mineral	3,675	30	Superior	\$ 115,616	\$ 6,249	\$ 121,865	
		185	St. Regis	126,274	2,268	128,542	
		138	Alberton	44,632	3,865	48,497	
				\$ 286,522	\$ 12,382	\$ 298,904	.55
Missoula	76,016	192	Lolo	\$ 373,790	\$ 19,382	\$ 393,172	
		171	Missoula	2,046,315	80,003	2,126,318	
		170	Missoula	1,988,507	82,320	2,070,827	
		122	Seeley Lake	118,684	9,503	128,187	
		75	Frenchtown	126,721	5,896	132,617	
				\$ 4,654,017	\$ 197,104	\$ 4,851,121	8.92
Musselshell	4,428	44	Roundup	\$ 206,337	\$ 9,173	\$ 215,510	
		136	Melstone	1,522	80	1,602	
				\$ 207,859	\$ 9,253	\$ 217,112	.40
Park	12,935	8	Livingston	\$ 768,827	\$ 35,504	\$ 804,331	
		58	Gardiner	124,662	10,557	135,219	
		117	Wilsall	55,363	4,375	59,738	
				\$ 948,852	\$ 50,436	\$ 999,288	1.84

Schedule continued next page

DEPARTMENT OF REVENUE – LIQUOR ENTERPRISE REVOLVING FUND
 SCHEDULE OF LIQUOR AND WINE
 SALES AND POPULATION BY COUNTY
 July 1, 1981 through June 30, 1982

County	Population by County 1980	Store No.	City	Liquor & Sweet Wine Sales	Table Wine Sales	Gross Sales	Percent of Total Sales
Petroleum	655	39	Winnett	\$ 39,555	\$ 2,419	\$ 41,974	
				\$ 39,555	\$ 2,419	\$ 41,974	.08
Phillips	5,367	22 103	Malta Saco	\$ 279,906	\$ 16,665	\$ 296,571	
				48,535	3,343	51,878	
				\$ 328,441	\$ 20,008	\$ 348,449	.64
Pondera	6,731	33 78 131 153	Conrad Valier Dupuyer Brady	\$ 248,989	\$ 13,881	\$ 262,870	
				69,143	6,003	75,146	
				49,966	1,372	51,338	
				36,760	3,106	39,866	
				\$ 404,858	\$ 24,362	\$ 429,220	.79
Powder River	2,520	40	Broadus	\$ 121,026	\$ 8,511	\$ 129,537	
				\$ 121,026	\$ 8,511	\$ 129,537	.24
Powell	6,958	11 57	Deer Lodge Ovando	\$ 308,837	\$ 12,829	\$ 321,666	
				26,374	3,484	29,858	
				\$ 335,211	\$ 16,313	\$ 351,524	.65
Prairie	1,836	20	Terry	\$ 75,436	\$ 5,386	\$ 80,822	
				\$ 75,436	\$ 5,386	\$ 80,822	.15
Ravalli	22,493	18 172 115 85	Hamilton Victor Stevensville Darby	\$ 646,296	\$ 53,379	\$ 699,675	
				147,555	8,549	156,104	
				108,378	4,529	112,907	
				141,737	7,533	149,270	
				\$ 1,043,966	\$ 73,990	\$ 1,117,956	2.06
Richland	12,243	50 120	Sidney Fairview	\$ 888,590	\$ 39,900	\$ 928,490	
				107,031	5,646	112,677	
				\$ 995,621	\$ 45,546	\$ 1,041,167	1.91

Schedule continued next page

DEPARTMENT OF REVENUE – LIQUOR ENTERPRISE REVOLVING FUND
 SCHEDULE OF LIQUOR AND WINE
 SALES AND POPULATION BY COUNTY
 July 1, 1981 through June 30, 1982

County	Population by County 1980	Store No.	City	Liquor & Sweet Wine Sales	Table Wine Sales	Gross Sales	Percent of Total Sales
Roosevelt	10,467	52	Wolf Point	\$ 434,267	\$ 14,009	\$ 448,276	1.74
		100	Poplar	268,407	4,751	273,158	
		89	Culbertson	212,319	12,926	225,245	
				\$ 914,993	\$ 31,686	\$ 946,679	
Rosebud	9,899	23	Forsyth	\$ 400,226	\$ 13,660	\$ 413,886	1.64
		88	Ashland	94,594	3,244	97,838	
		94	Birney	46,733	1,068	47,801	
		194	Colstrip	319,127	14,995	334,122	
				\$ 860,680	\$ 32,967	\$ 893,647	
Senders	8,675	7	Thompson Falls	\$ 175,891	\$ 8,552	\$ 184,443	.93
		108	Plains	171,479	7,366	178,845	
		61	Hot Springs	73,306	5,088	78,394	
		129	Noxon	60,176	3,963	64,139	
				\$ 480,852	\$ 24,969	\$ 505,821	
Sheridan	5,414	53	Plentywood	\$ 464,278	\$ 20,654	\$ 484,932	1.10
		90	Medicine Lake	85,807	6,315	92,122	
		93	Westby	21,380	557	21,937	
				\$ 571,465	\$ 27,526	\$ 598,991	
Silver Bow	38,092	116	Butte	\$ 1,618,477	\$ 60,512	\$ 1,678,989	5.45
		2	Butte	1,041,404	35,923	1,077,327	
		137	Walkerville	203,554	7,023	210,577	
				\$ 2,863,435	\$ 103,458	\$ 2,966,893	
Stillwater	5,598	16	Columbus	\$ 159,614	\$ 8,114	\$ 167,728	.65
		167	Absarokee	175,007	9,714	184,721	
				\$ 334,621	\$ 17,828	\$ 352,449	
Sweetgrass	3,216	17	Big Timber	\$ 231,146	\$ 20,224	\$ 251,370	.46
				\$ 231,146	\$ 20,224	\$ 251,370	

Schedule continued next page

DEPARTMENT OF REVENUE – LIQUOR ENTERPRISE REVOLVING FUND
SCHEDULE OF LIQUOR AND WINE
SALES AND POPULATION BY COUNTY
July 1, 1981 through June 30, 1982

County	Population by County 1980	Store No.	City	Liquor & Sweet Wine Sales	Table Wine Sales	Gross Sales	Percent of Total Sales
Teton	6,491	34	Choteau	\$ 172,946	\$ 11,033	\$ 183,979	
		130	Fairfield	116,476	6,751	123,227	
		113	Dutton	31,691	2,620	34,311	
				<u>\$ 321,113</u>	<u>\$ 20,404</u>	<u>\$ 341,517</u>	
Toole	5,559	29	Shelby	\$ 338,617	\$ 17,609	\$ 356,226	
		126	Sunburst	54,698	3,265	57,963	
		111	Kevin	63,814	2,603	66,417	
				<u>\$ 457,129</u>	<u>\$ 23,477</u>	<u>\$ 480,606</u>	
Treasure	981	10	Hysham	\$ 42,123	\$ 3,542	\$ 45,665	
				<u>\$ 42,123</u>	<u>\$ 3,542</u>	<u>\$ 45,665</u>	
Valley	10,250	24	Glasgow	\$ 498,417	\$ 18,925	\$ 517,342	
		95	Nashua	72,214	2,475	74,689	
		152	Opheim	20,649	1,035	21,684	
				<u>\$ 591,280</u>	<u>\$ 22,435</u>	<u>\$ 613,715</u>	
Wheatland	2,359	38	Harlowton	\$ 190,675	\$ 9,988	\$ 200,663	
				<u>\$ 190,675</u>	<u>\$ 9,988</u>	<u>\$ 200,663</u>	
Wibaux	1,476	19	Wibaux	\$ 125,664	\$ 2,936	\$ 128,600	
				<u>\$ 125,664</u>	<u>\$ 2,936</u>	<u>\$ 128,600</u>	
Yellowstone	108,035	196	Billings	\$ 681,565	\$ 49,263	\$ 730,828	
		4	Billings	2,504,969	32,352	2,537,321	
		3	Billings	2,601,161	149,750	2,750,911	
		5	Billings	1,062,697	81,817	1,144,514	
		65	Laurel	458,576	16,675	475,251	
		118	Worden	144,341	4,134	148,475	
				<u>\$ 7,453,309</u>	<u>\$ 333,991</u>	<u>\$ 7,787,300</u>	
	<u>786,690</u>		TOTAL	<u>\$ 51,829,140</u>	<u>\$ 2,566,682</u>	<u>\$ 54,395,822</u>	100.00

MONTANA DEPARTMENT OF REVENUE – LIQUOR, WINE, AND BEER TAX REVENUES

COMPARATIVE REPORT OF TAX REVENUES
For The Years Ended June 30, 1982 and 1981

	<u>1982</u>	<u>1981</u>
Liquor Excise Taxes	\$ 6,581,478	\$ 6,343,783
Liquor License Taxes	4,113,423	3,964,865
* Beer Taxes	3,279,701	3,249,022
Wine Taxes - Department	140,917	139,372
* Wine Taxes - Distributors	<u>746,880</u>	<u>990,154</u>
TOTAL TAX REVENUES FROM LIQUOR OPERATIONS	<u>\$ 14,862,399</u>	<u>\$ 14,687,196</u>

* Beer taxes and the wine taxes collected from distributors are deposited directly to the accounting entities for which they are collected and do not pass through the Liquor Enterprise Revolving Account.

MONTANA DEPARTMENT OF REVENUE

SOURCE AND DISTRIBUTION OF ALL LIQUOR REVENUES
For The Years Ended June 30, 1982 and 1981

	1982		
	State		City and County
	Earmarked Fund	General Fund	General Fund
Liquor Profits		\$ 5,750,000	
Liquor Excise Taxes		6,581,478	
Liquor License Taxes	\$ 2,694,292		\$ 1,419,131
Beer Taxes	819,925	1,229,887	1,229,887
Wine Taxes	57,791	714,512	115,494
Licensing Revenue		1,475,390	
TOTALS	\$ 3,572,008	\$ 15,751,267	\$ 2,764,512

	1981		
	State		City and County
	Earmarked Fund	General Fund	General Fund
Liquor Profits		\$ 7,499,113	
Liquor Excise Taxes		6,343,783	
Liquor License Taxes	\$ 2,596,987		\$ 1,367,878
Beer Taxes	812,256	1,218,383	1,218,383
Wine Taxes	66,044	931,495	131,987
Licensing Revenues		1,455,564	
TOTALS	\$ 3,475,287	\$ 17,448,338	\$ 2,718,248

MONTANA DEPARTMENT OF REVENUE

10 - YEAR HISTORY OF ALL LIQUOR REVENUES

Year	Liquor Operations Net Profit	Liquor Excise Taxes	Liquor License Taxes	Beer Taxes	Wine Taxes	Licensing Revenues	Total Revenues
1972 - 73	\$ 7,673,569	\$ 5,049,755	\$ 1,262,476	\$ 1,885,595	\$ 0	\$ 964,601	\$ 16,835,996
1973 - 74	7,120,798	5,297,121	1,324,280	1,917,612	0	612,631	16,272,442
1974 - 75	7,405,297	5,625,391	1,757,935	2,121,039	0	1,197,403	18,107,065
1975 - 76	6,928,172	5,900,333	1,843,855	2,250,212	0	1,789,859	18,712,431
1976 - 77	7,116,488	6,286,748	1,964,610	2,454,724	0	1,333,652	19,156,222
1977 - 78	7,336,694	6,459,007	4,069,884	3,056,367	0	1,163,304	22,085,256
1978 - 79	7,508,524	7,022,237	4,337,769	3,203,814	0	418,148 *	22,490,490
1979 - 80	5,860,990	5,764,741	3,602,963	3,244,011	1,595,441	1,252,981	21,321,127
1980 - 81	6,028,927	6,343,783	3,964,865	3,249,022	1,129,526	1,455,564	22,171,687
1981 - 82	5,681,187	6,681,478	4,113,423	3,279,701	887,797	1,475,390	22,018,976

* Liquor license renewal fees are due on June 30 and are for the following fiscal year. Prior to June 30, 1979 such fees were accounted for as revenues in the year of receipt by the Department. This accounting method was changed June 30, 1979 to account for these fees as revenues in the license year rather than when received.

MONTANA DEPARTMENT OF REVENUE
LIQUOR, WINE, AND BEER TAX DISTRIBUTION INFORMATION

	LIQUOR TAXES	WINE TAXES	BEER TAXES
Current (Eff. 7-1-79)	<p style="text-align: center;">Total 26%</p> <p>16% Excise Tax to State General Fund 10% License Tax as follows:</p> <p style="padding-left: 40px;">65.5% To State Institutions Earmarked Revenue Acct. 4.5% To Counties* 30.0% To Cities and Towns**</p> <p>*Based on sales made by liquor stores in each county adjusted for out-of-county sales **Based upon sales to retail liquor dealers in each town <u>RESTRICTIONS:</u> * & ** Both counties and cities and towns must use their monies for law enforcement and the regulation and control of the sale of liquor and the use thereof.</p>	<p style="text-align: center;">20¢ Per Liter</p> <p><u>WINE TAXES COLLECTED FROM DISTRIBUTORS</u></p> <p>16¢ Per Liter to State General Fund 1-1/3¢ Per Liter to State Institutions Earmarked Revenue Acct. 1-1/3¢ Per Liter to Counties* 1-1/3¢ Per Liter to Cities and Towns**</p> <p>*Based on Relative Populations **Based on Relative Populations <u>RESTRICTIONS:</u> * & ** Both counties and cities and towns must use their monies for law enforcement and the regulation and control of the sale of liquor and the use thereof.</p> <p><u>WINE TAXES COLLECTED BY DEPARTMENT</u></p> <p>20¢ Per Liter to state general fund.</p> <p>Effective 10-1-81 distribution will be same as taxes collected from distributors (above)</p>	No change from previous distribution.
7-1-77 to 7-1-79	<p style="text-align: center;">Total 26%</p> <p>16% Excise Tax to State General Fund 10% License Tax as Follows:</p> <p style="padding-left: 40px;">1/3 To State Institutions Earmarked Revenue Acct. 1/3 To Counties* 1/3 To Cities and Towns**</p> <p>*Based on sales made by liquor stores in each county adjusted for out-of-county sales **Based on liquor sales of each town until AG's opinion - After 10-1-77 they are based on sales to retail liquor dealers in each town <u>RESTRICTIONS:</u> * Counties must earmark and use 6/7 of their portion for alcohol rehabilitation programs. The 1/7 portion same as cities and towns. ** To be deposited to the credit of the general fund of the cities and towns to be used for law enforcement and the regulation and control of the sale of liquor and the use thereof.</p>	All wines were sold as liquors through state stores - See liquor taxes for applicable tax rates and distribution.	<p style="text-align: center;">\$ 4.00 Per Barrel</p> <p>\$1.50 Per Barrel to State General Fund \$1.50 Per Barrel to Cities and Towns* \$1.00 Per Barrel to State Institutions Earmarked Revenue Acct.</p> <p>*Based upon relative populations of all incorporated cities and towns. <u>RESTRICTIONS:</u> *Must be used "... For state purposes such as law enforcement, maintenance of the transportation system and public health."</p>
7-1-74 to 7-1-77	<p style="text-align: center;">Total 21%</p> <p>16% Excise Tax to State General Fund 5% License Tax as Follows:</p> <p style="padding-left: 40px;">1/5 To State General Fund 1/5 To Counties* 3/5 To Cities and Towns**</p> <p>*Based on sales made by liquor stores in each county adjusted for out-of-county sales. **Based upon liquor store sales of each town. <u>RESTRICTIONS:</u> * & ** Both counties and towns must use their monies for law enforcement and the regulation and control of the sale of liquor and the use thereof.</p>	All wines were sold as liquors through state stores - See liquor taxes for applicable tax rates and distribution.	<p style="text-align: center;">\$ 3.25 Per Barrel</p> <p>\$1.50 Per Barrel to State General Fund \$1.50 Per Barrel to Cities and Towns* \$.25 Per Barrel to State General Fund</p> <p>*Based upon relative populations of all incorporated cities and towns <u>RESTRICTIONS:</u> *Must be used "... For state purposes such as law enforcement, maintenance of the transportation system, and public health."</p>
7-1-69 to 7-1-74	<p style="text-align: center;">Total 20%</p> <p>16% Excise Tax to State General Fund 4% License Tax as follows:</p> <p style="padding-left: 40px;">1/4 To Counties* 3/4 To Cities and Towns**</p> <p>*Based on sales made by liquor stores in each county adjusted for out-of-county sales. **Based upon liquor store sales of each town. <u>RESTRICTIONS:</u> * & ** Both counties and cities and towns must use their monies for law enforcement and the regulation and control of the sale of liquor and the use thereof. <u>ADDITIONAL NOTE:</u> Since 7-1-57 no change except in 1969 demanding the out-of-county adjustment for the distribution to counties.</p>	All wines were sold as liquors through state stores - See liquor taxes for applicable tax rates and distribution.	<p style="text-align: center;">\$3.00 Per Barrel</p> <p>\$1.50 Per Barrel to State General Fund \$1.50 Per Barrel to Cities and Towns*</p> <p>*Based upon relative populations of all incorporated cities and towns. <u>RESTRICTIONS:</u> *Must be used "... For state purposes such as law enforcement, maintenance of the transportation system, and public health." <u>ADDITIONAL NOTE:</u> Cities and towns share was established in 1966 temporarily then made permanent in 1971. Prior to that only \$1.50 tax applied, all for state general fund.</p>

DEPARTMENT OF REVENUE – LIQUOR ENTERPRISE REVOLVING FUND
 SCHEDULE OF LIQUOR AND WINE
 SALES AND POPULATION BY COUNTY
 July 1, 1981 through June 30, 1982

County	Population by County 1980	Store No.	City	Liquor & Sweet Wine Sales	Table Wine Sales	Gross Sales	Percent of Total Sales
Petroleum	655	39	Winnett	\$ 39,555	\$ 2,419	\$ 41,974	.08
				\$ 39,555	\$ 2,419	\$ 41,974	
Phillips	5,367	22 103	Malta Saco	\$ 279,906	\$ 16,665	\$ 296,571	.64
				48,535	3,343	51,878	
				\$ 328,441	\$ 20,008	\$ 348,449	
Pondera	6,731	33 78 131 153	Conrad Valier Dupuyer Brady	\$ 248,989	\$ 13,881	\$ 262,870	.79
				69,143	6,003	75,146	
				49,966	1,372	51,338	
				36,760	3,106	39,866	
				\$ 404,858	\$ 24,362	\$ 429,220	
Powder River	2,520	40	Broadus	\$ 121,026	\$ 8,511	\$ 129,537	.24
				\$ 121,026	\$ 8,511	\$ 129,537	
Powell	6,958	11 57	Deer Lodge Ovando	\$ 308,837	\$ 12,829	\$ 321,666	.65
				26,374	3,484	29,858	
				\$ 335,211	\$ 16,313	\$ 351,524	
Prairie	1,836	20	Terry	\$ 75,436	\$ 5,386	\$ 80,822	.15
				\$ 75,436	\$ 5,386	\$ 80,822	
Ravalli	22,493	18 172 115 85	Hamilton Victor Stevensville Darby	\$ 646,296	\$ 53,379	\$ 699,675	2.06
				147,555	8,549	156,104	
				108,378	4,529	112,907	
				141,737	7,533	149,270	
				\$ 1,043,966	\$ 73,990	\$ 1,117,956	
Richland	12,243	50 120	Sidney Fairview	\$ 888,590	\$ 39,900	\$ 928,490	1.91
				107,031	5,646	112,677	
				\$ 995,621	\$ 45,546	\$ 1,041,167	

Schedule continued next page

DEPARTMENT OF REVENUE – LIQUOR ENTERPRISE REVOLVING FUND
 SCHEDULE OF LIQUOR AND WINE
 SALES AND POPULATION BY COUNTY
 July 1, 1981 through June 30, 1982

County	Population by County 1980	Store No.	City	Liquor & Sweet Wine Sales	Table Wine Sales	Gross Sales	Percent of Total Sales
Roosevelt	10,467	52	Wolf Point	\$ 434,267	\$ 14,009	\$ 448,276	1.74
		100	Poplar	268,407	4,751	273,158	
		89	Culbertson	212,319	12,926	225,245	
				\$ 914,993	\$ 31,685	\$ 946,679	
Rosebud	9,899	23	Forsyth	\$ 400,226	\$ 13,660	\$ 413,886	1.64
		88	Ashland	94,594	3,244	97,838	
		94	Birney	46,733	1,068	47,801	
		194	Colstrip	319,127	14,995	334,122	
				\$ 860,680	\$ 32,967	\$ 893,647	
Sanders	8,675	7	Thompson Falls	\$ 175,891	\$ 8,552	\$ 184,443	.93
		108	Plains	171,479	7,366	178,845	
		61	Hot Springs	73,306	5,088	78,394	
		129	Noxon	60,176	3,963	64,139	
				\$ 480,852	\$ 24,969	\$ 505,821	
Sheridan	5,414	53	Plentywood	\$ 464,278	\$ 20,654	\$ 484,932	1.10
		90	Medicine Lake	85,807	6,315	92,122	
		93	Westby	21,380	557	21,937	
				\$ 571,465	\$ 27,526	\$ 598,991	
Silver Bow	38,092	116	Butte	\$ 1,618,477	\$ 60,512	\$ 1,678,989	5.45
		2	Butte	1,041,404	35,923	1,077,327	
		137	Walkerville	203,554	7,023	210,577	
				\$ 2,863,435	\$ 103,458	\$ 2,966,893	
Stillwater	5,598	16	Columbus	\$ 159,614	\$ 8,114	\$ 167,728	.65
		167	Absarokee	175,007	9,714	184,721	
				\$ 334,621	\$ 17,828	\$ 352,449	
Sweetgrass	3,216	17	Big Timber	\$ 231,146	\$ 20,224	\$ 251,370	.46
			\$ 231,146	\$ 20,224	\$ 251,370		

Schedule continued next page

