

PENNSYLVANIA LIQUOR CONTROL BOARD

MEETING MINUTES

WEDNESDAY, FEBRUARY 11, 2015
NORTHWEST OFFICE BUILDING, CONFERENCE ROOM 117, HARRISBURG, PA

Joseph E. "Skip" Brion, Chairman
Tim Holden, Board Member
Michael Negra, Board Member
John E. Metzger, Executive Director
John Stark, Board Secretary

[Office of Chief Counsel](#)
[Bureau of Licensing](#)
[Bureau of Human Resources](#)
[Bureau of Purchasing and Contracting](#)

[Bureau of Retail Operations](#)
[Bureau of Product Selection/Marketing](#)
[Financial Report](#)
[Other Issues](#)

PUBLIC MEETING – 11:00 A.M

Board Secretary John K. Stark indicated that a quorum of the Board was present and Chairman Brion called the meeting to order.

CALL TO ORDER *Chairman Brion*

Pledge of Allegiance to the Flag

OLD BUSINESS..... *Secretary Stark*

A. Motion to approve the previous Board Meeting Minutes of the January 28, 2015 meeting.

Motion Made: Board Member Holden

Seconded: Board Member Negra

Board Decision: Unanimously approved (3-0 vote) previous Board Minutes.

B. **Announcement by the Chairman for ratification of a Board Action:**

The following Board Action approved on January 29, 2015 was decided by Notational Voting by Chairman Brion, Member Holden, and Member Negra since the Board's last public meeting:

To amend the PLCB Employee Code of Conduct to be consistent with Executive Order 2015-01 (Executive Branch Employee Gift Ban) issued by Governor Tom Wolf on January 20, 2015.

The Board unanimously agreed (3-0 vote) to approve. Chairman Brion noted that a notation vote was needed in order to immediately honor the Governor's Executive Order.

PUBLIC COMMENT ON AGENDA ITEMS

There was no comment on the printed agenda items.

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NEW BUSINESS

From the Office of Chief CounselFaith Smith Diehl, Chief Counsel

(1) **S & B Restaurant, Inc.** Appeal to Supreme Court
t/a The Woodlands, An Inn
1073 Route 315
Wilkes Barre, PA 18702-6926
License No. R-3050/LID 10788
No. 2000 C.D. 2013

Motion Made: Board Member Holden
Seconded: Board Member Negra

Board Decision: Unanimously agreed (3-0 vote) – Do Not Appeal.

(2) **Marceda, LLC** Administrative Law Judge Appeal
t/a The Eastside Bar & Restaurant
318 West DuBois Avenue
DuBois, PA 15801-2711
License No. R-1179/LID 53371
Citation No. 13-0086

Motion Made: Board Member Holden
Seconded: Board Member Negra

Board Decision: Unanimously agreed (3-0 vote) – Affirm ALJ.

(3) **Bo-Cav, INC.** Proposed Conditional Licensing
19 Bessemer Avenue Agreement to Allow for the Renewal of
Lyndora, Pennsylvania 16045-1002 the Liquor License
License No. R-12379/LID 52161
Docket No. 2014-40310 (Butler County)

Motion Made: Board Member Holden
Seconded: Board Member Negra

Board Decision: Unanimously agreed (3-0 vote) to Approve Renewal with Conditional Licensing Agreement.

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(4) **Nextfaze, LLC**
115 Walnut Street
Lansdale, Pennsylvania 19446-2440
License No. R-19087/LID 48704
Docket No. 2014-25186 (Montgomery County)

Proposed Conditional Licensing
Agreement to Allow for the Renewal of
the Liquor License

Motion Made: Board Member Holden
Seconded: Board Member Negra

Board Decision: Unanimously agreed (3-0 vote) to Approve Renewal with Conditional Licensing Agreement.

*From the Bureau of Licensing Jerry Waters, Director of Regulatory Affairs
Tisha Albert, Director, Bureau of Licensing*

(1) **1301 Brunello, LLC**
E-4299 (LID No. 69794) Case No. 14-9172
242 Wharton Street (Front)
Philadelphia, Philadelphia County

Double Transfer – Eating Place
Malt Beverage

Motion Made: Board Member Holden
Seconded: Board Member Negra

Board Decision: Unanimously agreed (3-0 vote) to Approve Transfer.

(2) **Double Barrel Brew, Inc.**
t/a Double Barrel Brew
R-14321 (LID No. 70732)
1524 Route 402, Suite 3
Porter Township
Dingmans Ferry, Pike County

Double Transfer – Restaurant

Motion Made: Board Member Holden – Do Not Approve Transfer
Seconded: None

Motion Made: Board Member Negra
Seconded: Chairman Brion

Board Decision: Agreed (2-1 vote) to Approve Transfer.

Chairman Brion noted that this matter involved a transfer of a license to a restaurant where gasoline is being sold near the licensed premises. Chairman Brion noted that the matter was being approved consistent with the Commonwealth Court’s decision in Water Street that allows the Board to approve such a transfer so long as gasoline is not being sold on the licensed premises.

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- (3) **Fuwa Deli, LLC** Double Transfer & Requests for Interior Connections with Another Business & to Conduct Another Business on the Licensed Premises – Restaurant
R-1924 (LID No. 70647)
3987 Ford Road
Philadelphia, Philadelphia County

Motion Made: Board Member Holden
Seconded: Board Member Negra

Board Decision: Unanimously agreed (3-0 vote) to Approve Transfer & Requests for Interior Connections with Another Business & to Conduct Another Business on the Licensed Premises.

- (4) **Giant Eagle, Inc.** Person-to-Person Transfer, Extension of License & Requests for Interior Connections with Another Business & to Conduct Another Business on the Licensed Premises – Restaurant
R-11953 (LID No. 70725)
181 Sophira Lane
Logan Township
Altoona, Blair County

Motion Made: Board Member Holden
Seconded: Board Member Negra

Board Decision: Unanimously agreed (3-0 vote) to Approve Transfer, Extension of License & Requests for Interior Connections with Another Business & to Conduct Another Business on the Licensed Premises. Chairman Brion noted the gas pumps are located approximately 413 feet away from the licensed premises.

- (5) **Kalahari Resorts, LLC** New & Requests for Interior Connections with Other Businesses & to Conduct Other Businesses on the Licensed Premises – Hotel
t/a Kalahari Resorts Waterpark & Convention Center
H-6434 (LID No. 70296)
250 Kalahari Boulevard
Tobyhanna Township
Pocono Manor, Monroe County

Motion Made: Board Member Holden
Seconded: Board Member Negra

Board Decision: Unanimously agreed (3-0 vote) to Approve New Hotel & Requests for Interior Connections with Other Businesses & to Conduct Other Businesses on the Licensed Premises.

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(6) **Mountainside Restaurant & Lounge, LLC** **Request for Reconsideration**
R-18574 (LID No. 55652) Case No. 14-9153 **Renewal – Restaurant**
2720 South Pike Avenue
Salisbury Township
Allentown, Lehigh County

Motion Made: Board Member Holden
Seconded: Board Member Negra

Board Decision: Unanimously agreed (3-0 vote) to Reconsider and Approve Renewal Subject to Receipt of the Notice of Waiver & Validation. Chairman Brion noted that the Board had Refused this application on January 28, 2015 for No Tax Clearance. The applicant has now obtained tax clearance.

(7) **Shree CFM Ganesh, Inc.** “Intermunicipal” Double
R-15165 (LID No. 70635) Transfer & Requests for
610 South Main Street Interior Connections with Another
Jenkins Township Business & to Conduct Another
Inkerman, Luzerne County Business on the Licensed
Premises – Restaurant

HOLD – 1/14/15 SESSION

Motion Made: Board Member Holden – Do Not Approve Transfer & Requests for Interior Connections with Another Business & to Conduct Another Business on the Licensed Premises.
Seconded: None

Motion Made: Board Member Negra
Seconded: Chairman Brion

Board Decision: Agreed (2-1 vote) to Approve Transfer & Requests for Interior Connections with Another Business & to Conduct Another Business on the Licensed Premises. Chairman Brion noted that the gas pumps in this matter are located approximately 32 and 56 feet away from the licensed premises.

(8) **Song’s Deli, Inc.** Person-to-Person Transfer,
E-114 (LID No. 69975) Extension of License & Requests
5610 North 5th Street for Interior Connections with
Philadelphia, Philadelphia County Another Business & to Conduct
Another Business on the
Licensed Premises – Eating Place
Malt Beverage

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Motion Made: Board Member Holden
Seconded: Board Member Negra

Board Decision: Unanimously agreed (3-0 vote) to Approve Transfer, Extension of License & Requests for Interior Connections with Another Business & to Conduct Another Business on the Licensed Premises.

- (9) **Throop Six Packs To Go, LLC** Double Transfer & Request for
R-10413 (LID No. 70707) Interior Connections with
670 Sanderson Street Another Business – Restaurant
Throop, Lackawanna County

Motion Made: Board Member Holden
Seconded: Board Member Negra

Board Decision: Unanimously agreed (3-0 vote) to Approve Transfer & Request for Interior Connections with Another Business. Chairman Brion noted that this matter involved a convenience store without any gas pumps.

- (10) **Weis Markets, Inc.** Double Transfer & Requests for
R-912 (LID No. 70263) Case No. 14-9174 Interior Connections with
600 Continental Boulevard Another Business & to Conduct
Danville, Montour County Another Business on the Licensed
Premises – Restaurant

Motion Made: Board Member Holden
Seconded: Board Member Negra

Board Decision: Unanimously agreed (3-0 vote) to Approve Transfer & Requests for Interior Connections with Another Business & to Conduct Another Business on the Licensed Premises. Chairman Brion noted the gas pumps were located approximately 183 feet away from the licensed premises.

- (11) **Weis Markets, Inc.** “Intermunicipal” Double
R-11865 (LID No. 70546) Transfer & Requests for Interior
1130 Mae Street Connections with Another
Derry Township Business & to Conduct Another
Hummelstown, Dauphin County Business on the Licensed
Premises – Restaurant

Motion Made: Board Member Holden
Seconded: Board Member Negra

Board Decision: Unanimously agreed (3-0 vote) to Approve Transfer & Requests for Interior Connections with Another Business & to Conduct Another Business on the Licensed Premises. Chairman Brion noted that gasoline was not being sold at this Weis location.

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- (12) **Weis Markets, Inc.** “Intermunicipal” Double
R-13779 (LID No. 70050) Case No. 14-9175 Transfer & Requests for Interior
1112 West Wyomissing Boulevard Connections with Another
Spring Township Business & to Conduct Another
West Lawn, Berks County Business on the Licensed
Premises – Restaurant

Motion Made: Board Member Holden
Seconded: Board Member Negra

Board Decision: Unanimously agreed (3-0 vote) to Approve Transfer & Requests for Interior Connections with Another Business & to Conduct Another Business on the Licensed Premises. Chairman Brion noted the gas pumps are were located approximately 540 feet away from the licensed premises.

- (13) **Weis Markets, Inc.** “Intermunicipal” Double
R-19027 (LID No. 70344) Case No. 14-9173 Transfer & Requests for Interior
331 North Reading Road Connections with Another
Ephrata, Lancaster County Business & to Conduct Another
Business on the Licensed
Premises – Restaurant

Motion Made: Board Member Holden
Seconded: Board Member Negra

Board Decision: Unanimously agreed (3-0 vote) to Approve Transfer & Requests for Interior Connections with Another Business & to Conduct Another Business on the Licensed Premises. Chairman Brion noted the gas pumps were located approximately 332 feet from the licensed premises.

- (14) **Doc’s Union Pub, Inc.** Renewal – District 10
R-8197 (LID No. 44979) Case No. 14-9168
1843 South 2nd Street
Philadelphia, Philadelphia County

Motion Made: Board Member Holden
Seconded: Board Member Negra

Board Decision: Unanimously agreed (3-0 vote) to Approve Renewal with Existing Conditional Licensing Agreement.

- (15) **Marjorie K. Goodman** Conditional Licensing Agreement
t/a The Bierhaus Renewal – District 2
R-15829 (LID No. 17618) Case No. 14-9028
10141 US Highway 522 South
Granville Township
Lewistown, Mifflin County **HOLD – 8/13/14 SESSION**

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Motion Made: Board Member Holden
Seconded: Board Member Negra

Board Decision: Unanimously agreed (3-0 vote) to Approve Renewal with New Conditional Licensing Agreement.

- (16) **Hao Wei Dao, LLC** Renewal – District 10
R-3392 (LID No. 67532) Case No. 14-9163
120 Chestnut Street
Philadelphia, Philadelphia County

Motion Made: Board Member Holden
Seconded: Board Member Negra

Board Decision: Unanimously agreed (3-0 vote) to Approve Renewal with Existing Conditional Licensing Agreement.

- (17) **Magyar Otthon Hungarian Club** Renewal – District 10
C-1415 (LID No. 939) Case No. 14-9166
4210 Whitaker Avenue
Philadelphia, Philadelphia County

Motion Made: Board Member Holden
Seconded:

Board Decision: Hold by Board Member Holden for Conditional Licensing Agreement.

- (18) **Mercy's Way, Inc.** Conditional Licensing Agreement
t/a Tappy's Tavern Renewal – District 11
R-19227 (LID No. 65516)
1001 Bristol Pike
Falls Township
Morrisville, Bucks County

Motion Made: Board Member Holden
Seconded: Board Member Negra

Board Decision: Unanimously agreed (3-0 vote) to Approve Renewal with Conditional Licensing Agreement.

- (19) **My Joint, Inc.** Renewal - District 10
R-15590 (LID No. 56608) Case No. 14-9160
2737-39 South 16th Street
Philadelphia, Philadelphia County

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Motion Made: Board Member Holden
Seconded:

Board Decision: Hold by Board Member Holden for Conditional Licensing Agreement.

(20) Penny Gardens Corp. Conditional Licensing Agreement
R-1950 (LID No. 47489) Case No. 14-9193 Renewal – District 10
3089 Holme Avenue
Philadelphia, Philadelphia County

Motion Made: Board Member Holden
Seconded: Board Member Negra

Board Decision: Unanimously agreed (3-0 vote) to Approve Renewal with Conditional Licensing Agreement.

(21) Pacific Hospitality, LLC New Tavern Gaming License
t/a Zach’s Sociable Foods & Spirits
R-11671 (LID No. 56452)
5820-28 6th Avenue
Altoona, Blair County

Motion Made: Board Member Holden
Seconded: Board Member Negra

Board Decision: Unanimously agreed (3-0 vote) to Approve New Tavern Gaming License. Chairman Brion noted that 39 tavern gaming licenses have been approved to date.

*From the Bureau of Human Resources Gary Hollinger, Director of Administration
Jennifer Haas, Director of Human Resources*

- (1) Stephanie Batrus – Removal Action**
- (2) Marisa Campagna – Affirm Removal**
- (3) William Dailey – Removal Action**
- (4) Tamika Elam – Removal Action**
- (5) Dominique Kearney – Affirm Removal**
- (6) Stacey Kuffuor-Berko – Removal Action**
- (7) Matthew Maynard – Affirm Removal**
- (8) Patrice McNeely – Affirm Removal**

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- (9) **Jennifer Michelone – Affirm Removal**
- (10) **Samuel Orlando – Affirm Removal**
- (11) **Richard Powell – Removal Action**
- (12) **Gregory Robertson – Affirm Removal**
- (13) **Alexis Smith – Affirm Removal**
- (14) **Ricky Stewart – Affirm Removal**
- (15) **Rebecca Whitney – Affirm Removal**

Motion Made: Board Member Holden
Seconded: Board Member Negra

Board Decision: Unanimously agreed (3-0 vote) to Approve all Personnel Actions.

*From the Bureau of Purchasing and ContractingOren Bachman, Chief Financial Officer
Melinda John, Director, Bureau of Purchasing & Contracting*

- (1) **Hearing Examiner Services – Exercise Option 2 – VENDOR:** Richard M. Rosenbleeth, Esquire – **TERM:** One (1) year – Represent the Board in the capacity of a Hearing Examiner for administrative hearings conducted in the Commonwealth of Pennsylvania regarding matters which the Board shall adjudicate as required by law – \$75,000.00 estimated cost.
- (2) **Hearing Examiner Services – Sole Source – VENDOR:** Thomas R. Miller, Esquire – **TERM:** One (1) year – Represent the Board in the capacity of a Hearing Examiner for administrative hearings conducted in the Commonwealth of Pennsylvania regarding matters which the Board shall adjudicate as required as law – \$200,000.00 estimated cost.
- (3) **Hearing Examiner Services – PO 63010856 Amendment – VENDOR:** Jodi Isenberg – Funding adjustment of \$50,000.00 to PO 63010856 for Hearing Examiner services as requested by Amendment #1 to the Contract for Legal Services – \$50,000.00 estimated cost.
- (4) **Labor Services for Philadelphia Flower Show – Sole Source – VENDOR:** General Exposition Services – **TERM:** ten (10) days – Install and dismantle PLCB, storage and tasting area – \$15,152.00 estimated cost.
- (5) **Catering Services for Philadelphia Flower Show – Sole Source – VENDOR:** Aramark SFS – **TERM:** Ten (10) days – Provide bartender, wait staff and catering services – \$35,960.76 estimated cost.
- (6) **Oracle Software License Expansion – DGS Statewide Contract – DLT Solutions – TERM:** Fifteen (15) months – Provides for Oracle license expansion and maintenance for the 2007 bundle of Oracle licenses – \$232,359.82 estimated cost.

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- (7) **Furniture for Store #3622** – DGS Statewide Contract – VENDOR: TC Millworks – New center table, wall units, and display carts for store #3622 in Lititz – \$99,594.27 estimated cost.
- (8) **Furniture for Store #4623** – DGS Statewide Contract – VENDOR: TC Millworks – New center table, wall units, and display carts for store #4623 in Flourtown – \$104,108.13 estimated cost.
- (9) **Furniture for Store #4646** – DGS Statewide Contract – VENDOR: TC Millworks – New center table, wall units, and display carts for store #4646 in Ardmore – \$120,782.49 estimated cost.
- (10) **Furniture for Store #0245** – DGS Statewide Contract – VENDOR: TC Millworks – New center table, wall units, and display carts for store #0245 in Homestead – \$111,483.71 estimated cost.
- (11) **Websphere and Filenet Software Licenses and Maintenance** – DGS Statewide Contract – VENDOR: IBM – TERM: One (1) year – Websphere software provides continuous internet security for communication between our retail stores, central office, gift card service and the ecommerce website. Filenet software allows Licensing and the Administrative Law Judge to conduct their daily operations electronically. It is also used by the Chief Counsel’s Office for electronic document retrieval. Also, additional software licenses and maintenance for FileNet is required to become compliant with IBM’s new licensing model - \$356,480.00 estimated cost.
- (12) **Hardware Maintenance for DataPowerHouse (DPH) Servers** – DGS Statewide Contract – VENDOR: IBM – TERM: One (1) year – Maintenance for eight (8) p5 servers plus one (1) DS6800 SAN server located at the DPH. These systems currently support our IBMS non-production environment – \$164,880.64 estimated cost.
- (13) **Hardware Maintenance for NWOB Servers** – DGS Statewide Contract – VENDOR: IBM – TERM: One (1) year – Provide maintenance for the Northwest Office Building servers that support the building’s infrastructure – \$52,264.99 estimated cost.

Motion Made: Board Member Holden
Seconded: Board Member Negra

Board Decision: Unanimously agreed (3-0 vote) to Approve all Purchasing & Contracting matters.

From the Bureau of Retail OperationsCharlie Mooney, Director of Retail Operations

- 1. **#0907 – Edgewood Village, 635 Heacock Road, Yardley
Exercise Option**
- 2. **#4025 – Valley Plaza, 653 State Route 93, Store 3, Conyngham
Exercise Option**
- 3. **#5301 – 151 Route 6 West, Coudersport
Exercise Option**
- 4. **#0929 – 4275 County Line Road, Chalfont
Amendment**
- 5. **#1502 – 550 Kimberton Road, Phoenixville
Amendment**

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- 6. #2218 – 731 Cherry Drive, Hershey
Amendment
- 7. #1523 – 1363 Dilworth Crossing, West Chester
Amendment w/Expansion
- 8. #51XX – The Shops at Brewerytown, 3101 West Girard Avenue, Unit B, Philadelphia
New Store
- 9. #6518 – Norwin Hills Plaza, 8865 Norwin Avenue, North Huntingdon
Closing
- 10. #TBD – 271 Briggs Street, Harrisburg
Parking Agreement (36 Spaces)

Motion Made: Board Member Holden

Seconded: Board Member Negra

Board Decision: Unanimously agreed (3-0 vote) to Approve all Retail Operations Actions.

*From the Bureau of Product Selection/MarketingDale Horst, Director of Marketing/Merchandising
Joseph Puhalla, Director of Product Selection*

1. Recommended Delistings - Retail Reductions

<u>Code</u>	<u>Brand Name</u>	<u>Size</u>	<u>Present Retail</u>	<u>Proposed Retail Effective 03/02/15</u>	<u>Proposed Retail Effective 05/04/15</u>
5385	Baja Rosa Whipped	750 mL	\$15.99	\$12.99	\$9.99
7244	Skinny Vine Slim Chardonnay	750 mL	\$9.99	\$7.99	\$6.99
7247	Skinny Vine Slim White Zin	750 mL	\$9.99	\$7.99	\$6.99

EFFECTIVE DATES: The transference to closeout will become effective March 2, 2015

ADDITIONAL INFORMATION/COMMENTS:

RECOMMENDED ACTION: We recommend the Board to approve this Action.

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2. Cost and Retail Decreases - February 2015

<u>CODE</u>	<u>BRAND NAME AND SIZE</u>	<u>PRESENT</u>		<u>PROPOSED</u>	
		<u>COST</u>	<u>RETAIL</u>	<u>COST</u>	<u>RETAIL</u>
<u>MOET HENNESSY USA</u>					
4972	Grand Marnier Liqueur 375 ML, 24 Units Per Case	\$320.88	\$21.99	\$291.60	\$19.99
	Velocity Code: C Cost Per Unit:	13.37		12.15	

EFFECTIVE DATES: The proposed cost will become effective February 15, 2015
and the proposed retail prices will become effective
when the current stock has been sold.

ADDITIONAL INFORMATION/COMMENTS:

RECOMMENDED ACTION: We recommend the Board to approve this Action.

3. Cost and Retail Decreases - March 2015

<u>CODE</u>	<u>BRAND NAME AND SIZE</u>	<u>COST</u>	<u>RETAIL</u>	<u>COST</u>	<u>RETAIL</u>
<u>BACARDI USA INC</u>					
3160	Bacardi Torched Cherry Rum 750 ML, 12 Units Per Case	\$120.24	\$16.99	\$106.08	\$14.99
	Velocity Code: B Cost Per Unit:	10.02		8.84	
4108	Bacardi Dragon Berry Rum 750 ML, 12 Units Per Case	\$120.24	\$16.99	\$106.08	\$14.99
	Velocity Code: B Cost Per Unit:	10.02		8.84	
4360	Bacardi Limon Rum 1 L, 12 Units Per Case	\$142.20	\$19.99	\$128.04	\$17.99
	Velocity Code: A Cost Per Unit:	11.85		10.67	
4854	Bacardi Grand Melon Rum 750 ML, 12 Units Per Case	\$120.24	\$16.99	\$106.08	\$14.99
	Velocity Code: B Cost Per Unit:	10.02		8.84	
5174	Bacardi O Rum 750 ML, 12 Units Per Case	\$120.24	\$16.99	\$106.08	\$14.99
	Velocity Code: C Cost Per Unit:	10.02		8.84	
5661	Bacardi Black Razz 1.75 L, 6 Units Per Case	\$108.60	\$29.99	\$97.74	\$26.99

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	Velocity Code: C Cost Per Unit:	18.1		16.29	
5667	Bacardi Black Razz Rum				
	750 ML, 12 Units Per Case	\$120.24	\$16.99	\$106.08	\$14.99
	Velocity Code: B Cost Per Unit:	10.02		8.84	
5668	Bacardi Wolf Berry Rum				
	750 ML, 12 Units Per Case	\$120.24	\$16.99	\$106.08	\$14.99
	Velocity Code: C Cost Per Unit:	10.02		8.84	
6296	Bacardi Pineapple Fusion Rum				
	750 ML, 12 Units Per Case	\$120.24	\$16.99	\$106.08	\$14.99
	Velocity Code: B Cost Per Unit:	10.02		8.84	
7439	Bacardi Mango Fusion Rum				
	750 ML, 12 Units Per Case	\$120.24	\$16.99	\$106.08	\$14.99
	Velocity Code: C Cost Per Unit:	10.02		8.84	
7676	Bacardi Limon Rum				
	750 ML, 12 Units Per Case	\$120.24	\$16.99	\$106.08	\$14.99
	Velocity Code: A Cost Per Unit:	10.02		8.84	
8085	Bacardi Limon Rum				
	1.75 L, 6 Units Per Case	\$108.60	\$29.99	\$97.74	\$26.99
	Velocity Code: B Cost Per Unit:	18.1		16.29	
8201	Bacardi Limon Rum				
	375 ML, 12 Units Per Case	\$55.20	\$8.49	\$48.60	\$7.49
	Velocity Code: B Cost Per Unit:	4.6		4.05	
8997	Bacardi Peach Red Rum				
	750 ML, 12 Units Per Case	\$120.24	\$16.99	\$106.08	\$14.99
	Velocity Code: B Cost Per Unit:	10.02		8.84	
9774	Bacardi Big Apple Rum				
	750 ML, 12 Units Per Case	\$120.24	\$16.99	\$106.08	\$14.99
	Velocity Code: C Cost Per Unit:	10.02		8.84	

EFFECTIVE DATES: The proposed cost will become effective March 29, 2015
and the proposed retail prices will become effective
when the current stock has been sold.

ADDITIONAL INFORMATION/COMMENTS:

RECOMMENDED ACTION: We recommend the Board to approve this Action.

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4. One Time Buy - Recommended Approval

<u>BRAND DESCRIPTION</u>	<u>SIZE</u>	<u>COST</u>	<u>UNIT COST</u>	<u>RETAIL</u>
<u>Kobrand Corporatioin</u>				
Alize Coco	750 mL	\$42.54	\$7.09	\$12.99
<u>MHW LTD</u>				
Soyombo Vodka	750 mL	\$30.90	\$5.15	\$9.99
<u>North Wales Wines</u>				
Vin Vault Pinot Noir	3 L	\$64.20	\$10.70	\$18.99
Vin Vault Merlot	3 L	\$64.20	\$10.70	\$18.99
Vin Vault Chardonnay	3 L	\$64.20	\$10.70	\$18.99
Vin Vault Cabernet Savignon	3 L	\$64.20	\$10.70	\$18.99

RECOMMENDED ACTION: We recommend the Board approve these one-time purchases

5. Luxury One Time Buy Items - Recommended Approvals

<u>BRAND DECRPTION</u>	<u>VINTAGE</u>	<u>SIZE</u>	<u>CASE COST</u>	<u>UNIT COST</u>	<u>RETAIL</u>
American Estates Wines, Inc.					
Turkey Flat Vineyards Rose	Current	750 ML	\$128.40	\$10.70	\$18.99
Boutique Wine Collection					
Sola Fred Rosat	Current	750 ML	\$73.20	\$6.10	\$10.99
Love Over Money "Gateway" Vinho Verde	Current	750 ML	\$57.72	\$4.81	\$8.99
Love Over Money "Gateway" Rose	Current	750 ML	\$57.72	\$4.81	\$8.99
Six Hats Rose	Current	750 ML	\$65.52	\$5.46	\$9.99
Capital Wine & Spirits					
Centine Rose	Current	750 ML	\$88.68	\$7.39	\$12.99
Domaine de Fondreche Cotes du Ventoux Rose	Current	750 ML	\$111.89	\$9.32	\$15.99
Chateau d'Or et de Gueules Rose "les Cimels"	Current	750 ML	\$96.41	\$8.03	\$13.99
Domaine de la Petite Cassagne Rose	Current	750 ML	\$80.93	\$6.74	\$15.17
Domaine Saint Eugenie Corbieres Rose	Current	750 ML	\$88.73	\$7.39	\$12.99
Madrigal Napa Valley Zinfandel	Current	750 ML	\$220.32	\$18.36	\$29.99

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Dancing Hares Vineyard

Dancing Hares Vineyard Proprietary Red Blend	Current	750 ML	\$456.60	\$76.10	\$116.99
Mad Hatter by Dancing Hares Vineyard	Current	750 ML	\$187.62	\$31.27	\$49.99

Dreadnought Wines

Ken Forrester Petit Rose	Current	750 ML	\$83.64	\$6.97	\$12.99
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Fruit of the Vines

Clos Bagatelle Tradition St Chinian	Current	750 ML	\$98.64	\$8.22	\$14.99
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Integrity Wines - Partners

Chateau Lynch Bages Pauillac	Current	750 ML	\$1,065.04	\$88.75	\$133.99
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Kobrand Corporation

Alta Vista Rose	Current	750 ML	\$68.16	\$5.68	\$10.99
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Lenné

Lenné Pinot Noir	Current	750 ML	\$239.88	\$19.99	\$32.99
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Majestic Wine & Spirits USA

Vineyard 29 Cru Cabernet Sauvignon	Current	750 ML	\$414.00	\$34.50	\$54.99
Pali Chardonnay Charm Acres	Current	750 ML	\$135.12	\$11.26	\$18.99
Pali Pinot Noir Riviera	Current	750 ML	\$135.12	\$11.26	\$18.99
Calcu Rose	Current	750 ML	\$74.40	\$6.20	\$11.99
Apaltagua Rose	Current	750 ML	\$74.40	\$6.20	\$11.99
Ramon Bilbao Grenache	Current	750 ML	\$89.88	\$7.49	\$13.99
Rioja Bordon Rose	Current	750 ML	\$81.00	\$6.75	\$11.99
Elena Walch Rose 20/26	Current	750 ML	\$104.16	\$8.68	\$14.99
L'Ecole No 41 Cabernet Sauvignon	Current	750 ML	\$212.64	\$17.72	\$28.99
The Rule Cabernet Sauvignon	Current	750 ML	\$127.44	\$10.62	\$17.99

Marietta Cellars

Limerick Lane Syrah Grenache	Current	750 ML	\$222.60	\$18.55	\$30.99
Limerick Lane Rocky Knoll Zinfandel	Current	750 ML	\$276.60	\$23.05	\$37.99
Limerick Lane Russian River Valley Zinfandel	Current	750 ML	\$198.60	\$16.55	\$27.99

Maximum Wine Co

Francois Raquillet Mercury ROUGE 1er Cru Les Vasées	Current	750 ML	\$295.08	\$24.59	\$39.99
Francois Raquillet Mercury BLANC La Brigadiér	Current	750 ML	\$290.04	\$24.17	\$38.99
Domaine La Blaque Rose	Current	750 ML	\$127.44	\$10.62	\$17.99
Vin d'Paya d'Oc Trilogie Rose	Current	750 ML	\$111.96	\$9.33	\$15.99
Vin d'Paya d'Oc Les Fontanelles Pinot Noir	Current	750 ML	\$88.68	\$7.39	\$12.99

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Hopler Pannonica White	Current	750 ML	\$88.68	\$7.39	\$12.99
Hopler Pannonica Red	Current	750 ML	\$88.68	\$7.39	\$12.99
Moet Hennessy USA Inc					
VCP La Grande Dame Rose	Current	750 ML	\$1,295.76	\$215.96	\$299.99
Monsieur Touton Selections LTD					
Villa Jolanda Moscato and Mango	Current	750 ML	\$73.08	\$6.09	\$10.99
Villa Jolanda Moscato and Pineapple	Current	750 ML	\$73.08	\$6.09	\$10.99
Villa Jolanda Moscato Rose	Current	750 ML	\$80.04	\$6.67	\$11.99
Chateau Charmes Godard Bordeaux Cotes de Francs	Current	750 ML	\$166.08	\$13.84	\$22.99
Chateau Lauriol Bordeaux Cotes de Francs	Current	750 ML	\$119.04	\$9.92	\$16.99
Southern Starz, Inc					
Casas del Bosque Reserva Syrah Rose	Current	750 ML	\$72.00	\$6.00	\$11.99
Southern Wine and Spirits of PA					
Champagne Pommery Cuvee Louise	Current	750 ML	\$563.40	\$93.90	\$139.99
M. Chapoutier Cotes-du-Rhone Belleruche Rose	Current	750 ML	\$88.68	\$7.39	\$12.99
Educated Guess Cabernet Sauvignon	Current	750 ML	\$142.92	\$11.91	\$19.99
Dr. Loosen Estate Riesling Beerenauslese	Current	375 ML	\$180.84	\$30.14	\$47.99
Dr. Loosen "Dr. L" Riesling	Current	750 ML	\$80.93	\$6.74	\$11.99
Dr. Loosen Estate "Red Slate" Riesling	Current	750 ML	\$96.41	\$8.03	\$13.99
Dr. Loosen "Blue Slate" Estate Kabinett	Current	750 ML	\$135.17	\$11.26	\$18.99
Maison Roche de Bellene Coteaux Bourguignons "Cuvee Terroir"	Current	750 ML	\$135.12	\$11.26	\$18.99
Nickel and Nickel Winery Truchard Vineyard Chardonnay	Current	750 ML	\$187.62	\$31.27	\$49.99
Far Niente Estate Bottled Chardonnay	Current	750 ML	\$452.64	\$37.72	\$59.99
J Vineyards & Winery RRV Estate Grown Chardonnay	Current	750 ML	\$204.84	\$17.07	\$27.99
Nickel and Nickel Winery Stiling Vineyard Chardonnay	Current	750 ML	\$187.62	\$31.27	\$49.99
Nickel and Nickel Winery Medina Vineyard Charonnay	Current	750 ML	\$187.62	\$31.27	\$49.99
Greystone Cellars Cabernet Sauvignon	Current	750 ML	\$65.40	\$5.45	\$9.99
The Wine Merchant, LTD					
LAGO Vinho Verde Rose	Current	750 ML	\$65.52	\$5.46	\$9.99
Rosa de Arrocal Tepranillo	Current	750 ML	\$88.68	\$7.39	\$12.99
Domaine des Terrisses Gaillac Rouge	Current	750 ML	\$88.68	\$7.39	\$12.99
Textbook Cabernet Sauvignon Napa Valley	Current	750 ML	\$181.68	\$15.14	\$24.99
Sebastiani Merlot Sonoma County	Current	750 ML	\$104.16	\$8.68	\$14.99
Sebastiani Chardonnay Sonoma County	Current	750 ML	\$96.48	\$8.04	\$13.99
USA Wine Imports					
Val Di Toro, Alfa Tauri Rosato Maremma Toscana DOC	Current	750 ML	\$101.04	\$8.42	\$14.99

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Vine St. Imports

Dominique Cornin Macon Chaintre	Current	750 ML	\$197.04	\$16.42	\$26.99
Denis Mortet Bourgogne Blanc	Current	750 ML	\$375.12	\$31.26	\$49.99
Denis Mortet Gevrey-Chambertin	Current	750 ML	\$924.00	\$77.00	\$117.99
Denis Mortet Gevrey-Chambertin VV	Current	750 ML	\$1,053.00	\$87.75	\$131.99
Dominique Cornin Beaujolais Blanc	Current	750 ML	\$179.04	\$14.92	\$24.99
Adega Familia Eladio Pineiro "Envidia Cochina" Albarino	Current	750 ML	\$197.04	\$16.42	\$26.99
Adega Familiar Eladio Pineiro "La Coartada"	Current	750 ML	\$240.00	\$20.00	\$32.99

Vintage Imports Inc

De Perriere Rose Brut	NV	750 ML	\$57.77	\$4.81	\$8.99
De Perriere Brut	NV	750 ML	\$57.77	\$4.81	\$8.99
Domaine Champy Pernand Vergelesses	Current	750 ML	\$251.33	\$20.94	\$32.99
St Urbans Hof Piesporter Goldtropfchen Spatlese	Current	750 ML	\$282.36	\$23.53	\$37.99
St Urbans Hof QBA	Current	750 ML	\$158.40	\$13.20	\$21.99
Domaine Champy Bourgogne "Signature" Pinot Noir	Current	750 ML	\$158.45	\$13.20	\$21.99
Domaine Champy Corton Charlemagne Grand Cru	Current	750 ML	\$1,309.97	\$109.16	\$159.99
Domaine L'Ostal Cazes Grand Vin	Current	750 ML	\$173.93	\$14.49	\$23.99
Domaine de Senechaux Chateauneuf du Pape	Current	750 ML	\$359.81	\$29.98	\$47.99

ViVino Selections

Jones of Washington Rose of Syrah	Current	750 ML	\$88.44	\$7.37	\$12.99
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Weisler Imports LLC

Valent Chardonnay	Current	750 ML	\$96.48	\$8.04	\$13.99
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Weygandt Metzler Importing

Domaine de Ferrand Cotes du Rhone Mistral	Current	750 ML	\$111.60	\$9.30	\$15.99
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Wine Twist

Chateau Peyfaures Bordeaux Superieur	Current	750 ML	\$119.04	\$9.92	\$16.99
Chateau Le Priolat Cotes de Bordeaux	Current	750 ML	\$166.04	\$13.83	\$27.99

Winebow Inc

Loimer Riesling Terrassen	Current	750 ML	\$137.28	\$11.44	\$36.99
Domaine la Roque Chateauneuf Du Pape Blanc Clos	Current	750 ML	\$367.56	\$30.63	\$48.99
Chateau Julien Cabernet	Current	750 ML	\$81.00	\$6.75	\$11.99
Chateau Julien Merlot	Current	750 ML	\$81.00	\$6.75	\$11.99

RECOMMENDED ACTION: We recommend the Board approve these items for listing.

Note: Board Minutes are not officially approved until all required signatures are affixed.

6. Luxury One Time Buy Cost and Retail Decreases

PRODUCT(S):

<u>CODE</u>	<u>BRAND NAME AND SIZE</u>	<u>VINTAGE</u>	<u>SIZE</u>	<u>PRESENT</u>		<u>PROPOSED</u>	
				<u>COST</u>	<u>RETAIL</u>	<u>COST</u>	<u>RETAIL</u>
31938	Markowitsch Gruner Veltliner Schanzacker	2012	750 ML	\$91.00	\$13.99	\$68.16	\$10.99
39552	Faust Cabernet Sauvignon	2012	750 ML	\$421.68	\$55.99	\$375.24	\$49.99

EFFECTIVE DATES: The proposed cost will become effective 2/16/15 and the proposed retail price will become effective 2/16/15

RECOMMENDED ACTION: We recommend the Board to approve this Action.

7. Luxury Special Price Reduction

PRODUCT(S):

<u>Code</u>	<u>Regular Retail</u>	<u>Special Retail</u>	<u>Customer Savings</u>	<u>Size</u>	<u>Brand Description</u>
72380	\$17.99	\$15.99	\$2.00	750 mL	Nasiakos Nemea Agiorgitiko Red 2012

RECOMMENDED ACTION: We recommend the Board approve these Specials.

Bureau of Product Selection-Special Price Reductions Effective 2/18/15 - Until product sells through.

8. Online Exclusive Items - Recommended Approvals

<u>BRAND DESCRIPTION</u>	<u>SIZE</u>	<u>COST</u>	<u>UNIT COST</u>	<u>RETAIL</u>
<u>Barsotti Wines</u>				
Dingle Distillery Vodka	750 ML	\$110.40	\$18.40	\$29.99
Extase XO Orange Cognac	750 ML	\$284.40	\$47.40	\$74.99
<u>The Wine Merchant</u>				
Barr Hill Reserve Tom Cat Gin	750 ML	\$199.74	\$33.29	\$52.99
Genium Poboleda Vi de la Villa Priorat 2008	750 ML	\$297.84	\$24.82	\$39.99

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Genium Fresc Priorat 2009	750 ML	\$135.12	\$11.26	\$18.99
Pago el Almendro Vivencias VCPRD Valtiendas 2008	750 ML	\$204.84	\$17.07	\$27.99
Elk Cove Roosevelt Pinot Noir 2012	750 ML	\$266.22	\$44.37	\$71.99

Palateur Imports

Willett Family Estate Single Barrel Rye	750 ML	\$342.84	\$57.14	\$89.99
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Southern Wine & Spirits

Patron Tequila Extra Anejo 7 Anos	750 ML	\$647.97	\$215.99	\$299.99
Ridge Monte Bello Red 1992	750 ML	\$915.48	\$152.58	\$216.99
Ridge Monte Bello Red 1996	750 ML	\$915.48	\$152.58	\$216.99
Ridge Monte Bello Red 1994	750 ML	\$915.48	\$152.58	\$216.99

Weygandt Metzler

Domaine Vissoux Pierre Marie Chermette Beaujolais VV Cuvee Traditionale 2013	750 ML	\$123.00	\$10.25	\$17.99
La Ca Nova Barbaresco Bric Mentina 2010	750 ML	\$270.00	\$22.50	\$36.99
Domaine Saladin Vin de France Chaveyron 1422 2009	750 ML	\$161.04	\$13.42	\$22.99

Majestic Wine & Spirits

Merryvale Winery Antigua Muscat NV	500 ML	\$117.66	\$19.60	\$32.99
Juslyn Vineyards Cabernet Sauvignon Spring Mountain District	750 ML	\$845.76	\$70.48	\$109.99
Juslyn Vineyards Perry's Blend Spring Mountain District	750 ML	\$562.32	\$46.86	\$74.99

Diageo North America

Haig Club Scotch	750 ML	\$265.66	\$44.26	\$69.99
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Sazerac Co Inc

Buffalo Trace Single Oak Project Release #16	375 ML	\$364.80	\$30.40	\$48.49
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RECOMMENDED ACTION: We recommend the Board approve these items for listing

9. Chairman's Selection Items - Recommended Approvals

<u>BRAND DESCRIPTION</u>	<u>SIZE</u>	<u>COST</u>	<u>UNIT COST</u>	<u>RETAIL</u>
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Vino del Sol

Criss Cross Petite Sirah 2013	750ML	\$73.20	\$6.10	\$10.99
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Southern Wine and Spirits of PA

Huntaway Sauvignon Blanc Estate Grown Reserve 2013	750ML	\$65.40	\$5.45	\$9.99
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Nationwide Wine & Spirits, LLC

Asura Cabernet Sauvignon Napa Valley 2012	750ML	\$1,506.60	\$251.10	\$399.99
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Nawrocki Imports

Crognolaro Verdicchio del Castelli di Jesi DOC 2013	750ML	\$73.20	\$6.10	\$10.99
Il Cacciatore di Sogni Rosso conero DOC 2013	750ML	\$73.20	\$6.10	\$10.99
Domaine Bassac Cotes de Thongue Syrah 2013	750ML	\$73.25	\$6.10	\$10.99

Fruit of the Vines

Domaine des Amariniers Cotes du Rhone Villages Signargues 2014	750ML	\$65.45	\$5.45	\$9.99
Chateau l'Ermitage Costieres de Nimes Reserve 2012	750ML	\$73.25	\$6.10	\$10.99
Domaine de Begrolles Muscadet Sevre et Maine sur Lie 2013	750ML	\$49.97	\$4.16	\$7.99

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Chateau l'Ermriage Sainte Cecile Costieres de Nimes Blanc 2013	750ML	\$80.93	\$6.74	\$11.99
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RECOMMENDED ACTION: We recommend the Board approve these items for listing

10. Chairman's Advantage Items - Recommended Approvals

<u>BRAND DESCRIPTION</u>	<u>SIZE</u>	<u>COST</u>	<u>UNIT COST</u>	<u>RETAIL</u>
<u>Nawrocki Imports</u>				
Outback Jack Shiraz Cabernet 2014	750ML	\$57.72	\$4.81	\$8.99
Outback Jack Semillon Chardonnay Chenin Blanc 2014	750ML	\$50.04	\$4.17	\$7.99

RECOMMENDED ACTION: We recommend the Board approve these items for listing

Motion Made: Board Member Holden

Seconded: Board Member Negra

Board Decision: Unanimously agreed (3-0 vote) to Approve all Bureau of Product Selection / Marketing Actions.

Note: Board Minutes are not officially approved until all required signatures are affixed.

FINANCIAL REPORT *Anna Maria Kiehl, Comptroller Operations, Office of Budget*

**Commonwealth of Pennsylvania
Pennsylvania Liquor Control Board
State Stores Fund
Comparative Statement of Net Assets
(Unaudited)**

	<u>January 31, 2015</u>	<u>January 31, 2014</u>
Assets:		
Current Assets:		
Cash	\$ 36,471,839	\$ 22,545,348
Investments-Short Term	170,250,867	192,930,333
Accounts and Claims Receivable (Net)	825,339	393,379
Inventory - Merchandise	216,369,564	201,953,912
Inventory - Operating Supplies	235,073	708,583
Prepaid Expenses	<u>2,666,898</u>	<u>2,500,054</u>
Total Current Assets	<u>426,819,580</u>	<u>421,031,609</u>
Fixed Assets:		
Land	322,973	322,973
Buildings	19,557,620	19,620,370
Leasehold Improvements	2,478,307	2,911,837
Machinery and Equipment	40,931,022	38,431,443
Computer Software - Internally Generated	<u>27,442,140</u>	<u>55,952,065</u>
Total Fixed Assets	90,732,062	117,238,688
Less: Accumulated Depreciation/Amortization	<u>56,022,717</u>	<u>78,335,630</u>
Net Fixed Assets	<u>34,709,345</u>	<u>38,903,058</u>
Total Assets	<u>\$ 461,528,925</u>	<u>\$ 459,934,667</u>
<u>Liabilities and Fund Equity</u>		
Liabilities:		
Trade Accounts Payable	\$ 230,459,588	\$ 208,680,583
Other Accounts Payable	12,754,254	8,223,407
Other Accounts Payable - OPEB (Note 4)	69,579,717	62,402,884
Accrued Payroll-Related Expenses	37,373,621	34,505,034
Workers' Compensation Liability (Note 5)	30,914,708	31,268,369
Due to Other Funds	<u>4,184,105</u>	<u>1,966,500</u>
Total Liabilities	385,265,993	347,046,777
Net Assets:		
Invested in Capital Assets, net of related debt	34,709,345	38,903,058
Unrestricted	<u>41,553,587</u>	<u>73,984,832</u>
Total Net Assets	<u>\$ 76,262,932</u>	<u>\$ 112,887,890</u>

Note: Board Minutes are not officially approved until all required signatures are affixed.

**Commonwealth of Pennsylvania
Pennsylvania Liquor Control Board
State Stores Fund
Comparative Statements of Revenues, Expenses, and Changes in Net Assets
For The Month Ending January 31, 2015 and January 31, 2014
(Unaudited)**

	January 2014-15	January 2013-14
Sales Net of Taxes	\$ 136,032,865	\$ 126,773,614
Cost of Goods Sold	95,309,473	88,733,886
Gross Revenue from Sales	40,723,392	38,039,728
Operating Expenses:		
Purchasing, Storage & Transportation	1,347,003	1,355,793
Stores' Operations & Supervision	29,998,972	26,649,956
Central Administrative Support	4,968,447	5,288,728
Comptroller Operations	385,107	378,944
Commonwealth-Provided Services (Note 2)	1,006,701	977,807
Total	37,706,230	34,651,228
Operating Income	3,017,162	3,388,500
Nonoperating Revenues (Expenses):		
Enforcement Fines	184,517	115,688
Interest Income	45,442	29,389
Investment Gain (Loss)	-	-
License Fees	1,018,344	1,041,101
Miscellaneous Income	166,443	293,320
Administrative Law Judge	(243,050)	(199,741)
Legal	(295,077)	(254,996)
Licensing & Investigations	(1,083,782)	(998,455)
Total	(207,163)	26,306
Income Before Operating Transfers	2,809,999	3,414,806
Operating Transfers Out:		
PSP Enforcement (Note 3)	2,798,106	2,637,623
Income After Enforcement/Before Other Transfers	11,893	777,183
Other Operating Transfers Out:		
General Fund Appropriations (Note 3)	80,000,000	-
Total	80,000,000	-
Change in Net Assets	(79,988,107)	777,183
Total Net Assets - Beginning	156,251,039	112,110,707
Total Net Assets - Ending	\$ 76,262,932	\$ 112,887,890
Liquor tax	23,723,478	22,831,003
State Sales Tax	9,244,592	8,893,749
Local Tax	630,452	616,067
Taxes remitted to Dept.of Revenue PTD	\$ 33,598,522	\$ 32,340,819

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**Commonwealth of Pennsylvania
Pennsylvania Liquor Control Board
State Stores Fund
Comparative Statements of Revenues, Expenses, and Changes in Net Assets
For The Seven Months Ending January 31, 2015 and January 31, 2014
(Unaudited)**

	2014-15	2013-14
Sales Net of Taxes	\$ 1,129,116,669	\$ 1,076,368,022
Cost of Goods Sold	775,221,338	742,173,152
Gross Revenue from Sales	353,895,331	334,194,870
Operating Expenses:		
Purchasing, Storage & Transportation	10,229,745	9,967,237
Stores' Operations & Supervision	199,151,688	185,692,051
Central Administrative Support	38,102,814	36,890,425
Comptroller Operations	2,786,824	2,795,836
Commonwealth-Provided Services (Note 2)	7,505,556	6,815,499
Total	257,776,627	242,161,048
Operating Income	96,118,704	92,033,822
Nonoperating Revenues (Expenses):		
Enforcement Fines	1,206,784	933,009
Interest Income	234,762	188,649
License Fees	6,953,804	6,882,034
Miscellaneous Income	1,491,503	1,797,037
Administrative Law Judge	(1,505,953)	(1,339,542)
Legal	(2,161,884)	(1,910,510)
Licensing & Investigations	(7,357,100)	(6,548,960)
Total	(1,138,084)	1,717
Income Before Operating Transfers	94,980,620	92,035,539
Operating Transfers Out:		
PSP Enforcement (Note 3)	15,906,723	15,127,762
Income After Enforcement/Before Other Transfers	79,073,897	76,907,777
Other Operating Transfers Out:		
General Fund Appropriations (Note 3)	80,000,000	-
Total	80,000,000	-
Change in Net Assets	(926,103)	76,907,777
Total Net Assets - Beginning	77,189,035	35,980,113
Total Net Assets - Ending	\$ 76,262,932	\$ 112,887,890
Liquor tax	201,654,885	193,109,181
State Sales Tax	78,519,691	75,146,461
Local Tax	5,040,043	4,948,207
Taxes remitted to Dept. of Revenue YTD	\$ 285,214,619	\$ 273,203,849

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OTHER ISSUES

Board Action: Ban on listing requests involving powdered alcohol.

The Board has received several inquiries about powdered alcohol. While the Board has not yet received any listing proposals for powdered alcohol, at least one manufacturer has indicated that it may begin selling powdered alcohol later this year. In response, several states have formally banned the sale of powdered alcohol and numerous other states are considering such bans. The basis for this response has been that powdered alcohol may be easier for children to acquire and for everyone to abuse.

If powdered alcohol were to be sold in Pennsylvania, it would need to be sold primarily by the Board. While the Board has not yet received any listing proposals for powdered alcohol, if this is the type of product the Board does not wish to sell, it may direct the Bureau of Product Selection / Marketing to refuse to accept any listing proposals for powdered alcohol.

Motion Made: Board Member Holden

Seconded: Board Member Negra

Board Decision: Unanimously agreed (3-0 vote) to direct the Bureau of Product Selection / Marketing to refuse to accept any listing proposals for powdered alcohol.

Mr. Holden noted that this action was being taken to assure that powdered alcohol was not sold in Pennsylvania.

Mr. Negra noted that The Pennsylvania Liquor Control Board has the general authority to control the manufacture, possession, sale, consumption, importation, use, storage, transportation and delivery of *alcohol* within the Commonwealth. Mr. Negra further noted that the Liquor Code defines “alcohol” as: Ethyl alcohol of any degree of proof originally produced by the distillation of any fermented liquid, whether rectified or diluted with or without water, whatever may be the origin thereof, and shall include synthetic ethyl alcohol. As defined, an item is “alcohol” if it is *originally produced* by distillation of a fermented liquid or is a synthetic ethyl alcohol. Since it is our understanding that powdered alcohol is first in liquid form and then turned to solid form, it would be considered alcohol and the Board has the power to regulate it.

Chairman Brion noted that he agreed with his colleagues and that powdered alcohol could pose a potentially dangerous problem if obtained by children. Chairman Brion noted that it is the responsibility of the Board to look out for the health and safety of the citizens of the commonwealth. Chairman Brion commended the Board for taking action early.

Mr. John Metzger, Executive Director, recognized Mary Benner on the occasion of her retirement. Mr. Metzger publically thanked her for her service to the Pennsylvania Liquor Control Board as Chief Information Officer. Ms. Benner thanked the team and noted that her colleagues and staff were a wonderful asset to the organization.

Chairman Brion also thanked Ms. Benner for her service.

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CITIZEN COMMENT/BUSINESS FROM THE FLOOR

None

NEXT BOARD MEETING

The next meeting of the PLCB will be a formal meeting on Wednesday, February 25, 2015 beginning at 11:00 A.M. Prior to the public meeting, there will be an Executive Session to discuss matters of personnel and to engage in non-deliberative informational discussions, some of which are regarding actions and matters which have been approved at previous public meetings.

ADJOURNMENT

On a motion by Board Member Holden, seconded by Board Member Negra, the meeting was adjourned.

The foregoing actions are hereby officially approved.

Chairman

Member

Member

ATTEST:

Secretary