TSASC, Inc.,

FY 2017 Budget - Cash Basis
July 01, 2016 - June 30, 2017

($ in thousands)	Actual Unaudited FY 2015	Adopted FY 2016	Modified FY 2016	Proposed FY 2017	FY 2018	FY 2019	FY 2020
Receipts:							
Operating Receipts:							
Pledged:							
Tobacco Settlement Revenue (TSR)	$ 67,729	$ 73,782	$ 136,803	$ 73,478	$ 82,036	$ 81,822	$ 81,666
Investment earnings	561	584	633	633	633	633	633
Sub-total	**68,290**	**74,366**	**137,436**	**74,111**	**82,669**	**82,455**	**82,299**
Unpledged:							
Tobacco Settlement Revenue (TSR)	113,365	123,496	228,980	122,988	137,312	136,953	136,692
Investment earnings	5	-	2	-	-	-	-
Sub-total	**113,370**	**123,496**	**228,982**	**122,988**	**137,312**	**136,953**	**136,692**
Bond Proceeds	-	-	-	-	-	-	-
Total Receipts [1]	**181,660**	**197,862**	**366,418**	**197,099**	**219,981**	**219,408**	**218,991**
Disbursements:							
Total Uses of Bond Proceeds	-	-	-	-	-	-	-
Transfers to Trust - Unpledged TSR	113,370	123,496	228,982	122,988	137,312	136,953	136,692
Debt Service:							
Principal payments	6,335	12,685	77,380	15,850	25,380	26,375	27,505
Interest payments	61,720	61,151	61,419	57,743	56,991	55,785	54,532
Sub-total	**68,055**	**73,836**	**138,799**	**73,593**	**82,371**	**82,160**	**82,037**
Administrative	439	536	499	484	485	485	486
Total Disbursements	**181,864**	**197,868**	**368,280**	**197,065**	**220,167**	**219,598**	**219,215**
Excess (deficiency) of Receipts over Disbursements	**$ (204)**	**$ (6)**	**$ (1,862)**	**$ 34**	**$ (186)**	**$ (190)**	**$ (224)**
Cash and Investments Holdings: [2]							
Beginning Balance	$ 116,937	N/A	$ 116,733	$ 114,871	$ 114,904	$ 114,717	$ 114,527
Ending Balance	$ 116,733	N/A	$ 114,871	$ 114,904	$ 114,717	$ 114,527	$ 114,304

[1] Reflects in FY 2016 release of all monies from the Disputed Payment Account reflecting the NPM Settlement Agreement ("Agreement") among New York State and the participating tobacco manufacturers. The released monies are allocated among the pledged and unpledged amounts according to the indenture of approximately $70 million and $117 million, respectively. Of the amount released, 10% was applied as a credit to reduce the amount of the 2015 payment, paid April 2016. In future fiscal years, under the Agreement, in lieu of potential disputes related to the NPM adjustment, payments will be based on a formula, which provides credits based on the volume of non-taxed tribal cigarettes sold in the State. The Agreement settles all disputes related to the NPM adjustment and releases the State from claims related to not collecting tax on tribal cigarettes sold to non-tribal customers.

[2] Cash Equivalent and Investments are included at cost.

TSASC, Inc.

FY 2017 Administrative Budget - Cash Basis
July 01, 2016 - June 30, 2017

Description	Adopted FY 2015	Actual Disbursements FY 2015	Favorable vs (Unfavorable) %	Adopted FY 2016	Actual Disbursements 7/1/15 - 4/18/16	Projected Disbursements 4/19/16 - 6/30/16	Proposed Modified FY 2016	Proposed FY 2017
Management Fees (Salaries & Benefits)	$ 202,000	$ 156,054	22.75	$ 202,000	$ -	$ 155,000	$ 155,000	$ 160,000
Overhead (Rent, Telephone, etc.)	75,000	58,074	22.57	75,000	-	75,000	75,000	75,000
Audit Fees	23,000	23,000	0.00	24,000	22,000	2,000	24,000	14,000
Insurance Fees	200,000	185,399	7.30	200,000	-	200,000	200,000	200,000
Trustee Fees	5,026	5,026	0.00	5,500	4,856	644	5,500	5,500
Legal Fees	5,000	-	100.00	5,000	-	5,000	5,000	5,000
Arbitrage Consultant	3,500	1,250	0.00	3,500	1,250	2,250	3,500	3,500
Rating Agency Fees	20,000	10,000	50.00	20,000	30,000	-	30,000	20,000
Other Administrative	500	-	100.00	1,000	-	1,000	1,000	1,000
Total	**$ 534,026**	**$ 438,803**	**17.83%**	**$ 536,000**	**$ 58,106**	**$ 440,894**	**$ 499,000**	**$ 484,000**