



DABC BOND PAYMENT AND O & M

COMMERCE AND WORKFORCE SERVICES APPROPRIATIONS SUBCOMMITTEE

ISSUE BRIEF

SUMMARY

During the 2009 Interim the Legislative Fiscal Analyst's Office worked with the Department of Alcoholic Beverage Control to better coordinate the request for new buildings and renovated buildings that the DABC operates. Currently, the DABC makes all building block requests to the Commerce and Workforce Services Appropriations Subcommittee while all building requests are heard through the Capital Facilities and Government Operations Appropriations Subcommittee. This creates a disconnect between the two committees in the way in which the DABC's budget is handled.

The Legislative Fiscal Analyst would like the Commerce and Workforce Services Appropriations Subcommittee to better understand the current building request in context of the other building block requests that have been submitted to the Legislature for their consideration. These include an increase in bond payments request for FY 2011 and an increase in Operations and Maintenance.

BOND PAYMENTS

The Department of Alcoholic Beverage Control is currently asking for an increase in appropriations for bond payments for Cedar City, Utah County North, Washington City, Heber/Midway, and Utah County South stores. These payments will increase appropriations to the DABC by \$1,529,000 in FY 2011. The department has also requested from the Capital Facilities and Government Operations Appropriations Subcommittee, two new buildings one in South Jordan and Salt Lake City East Side Store. These two new buildings are anticipated to cost an additional \$8,492,000 to the Department of Alcoholic Beverage Control. Additional information is included in this packet.

DEPARTMENT OF ALCOHOLIC BEVERAGE CONTROL BOND PAYMENT SCHEDULE

ABC LEASE REV BOND PAYMENTS		FY 2008	FY 2009	FY 2010	FY 2011	FY 2012	FY 2013	FY 2014
	94A DABC	\$ 295,062	\$ 295,062	\$ 295,062	\$ 295,062	\$ 295,062	\$ 295,062	\$ 295,062
	95A DABC Salt Lake Wine Store	\$ 60,783	\$ 60,783	\$ 60,783	\$ 60,783	\$ 60,783	\$ 60,783	\$ 60,783
	96A 96 ABC SNYDERVIL	\$ 75,511	\$ 75,511	\$ 75,511	\$ 75,511	\$ 75,511	\$ 75,511	\$ 75,511
	96A 94 ABC NORTH TEMPL	\$ 76,920	\$ 76,920	\$ 76,920	\$ 76,920	\$ 76,920	\$ 76,920	\$ 76,920
	97 A DABC	\$ 327,164	\$ 327,164	\$ 327,164	\$ 327,164	\$ 327,164	\$ 327,164	\$ 327,164
	98 A DABC	\$ 66,000	\$ 66,000	\$ 66,000	\$ 66,000	\$ 66,000	\$ 66,000	\$ 66,000
	99 A DABC	\$ 98,004	\$ 98,004	\$ 98,004	\$ 98,004	\$ 98,004	\$ 98,004	\$ 98,004
	2001 DABC WAREHOUSE	\$ 696,944	\$ 696,944	\$ 696,944	\$ 696,944	\$ 696,944	\$ 696,944	\$ 696,944
	2001 DABC MAGNA	\$ 81,516	\$ 81,516	\$ 81,516	\$ 81,516	\$ 81,516	\$ 81,516	\$ 81,516
	2001 DABC SOUTH VALLEY (Draper)	\$ 128,020	\$ 128,020	\$ 128,020	\$ 128,020	\$ 128,020	\$ 128,020	\$ 128,020
	2003 DABC TOOEE start collecting re	\$ 141,868	\$ 141,868	\$ 141,868	\$ 141,868	\$ 141,868	\$ 141,868	\$ 141,868
a	DABC 2004	\$ 670,534	\$ 670,534	\$ 670,534	\$ 670,534	\$ 670,534	\$ 670,534	\$ 670,534
b	DABC 2005 (LR 2006a)	\$ 640,000	\$ 640,000	\$ 630,606	\$ 630,606	\$ 630,606	\$ 630,606	\$ 630,606
c	DABC 2006 (LR 2007)		\$ 471,000	\$ 611,588	\$ 611,588	\$ 611,588	\$ 611,588	\$ 611,588
d	DABC 2007 (LR 2007)			\$ 497,620	\$ 497,620	\$ 497,620	\$ 497,620	\$ 497,620
e	DABC 2008				\$ 1,529,300	\$ 1,529,300	\$ 1,529,300	\$ 1,529,300
f	DABC 2009					TBD	TBD	TBD
To be paid by DABC from excess funds in April 2006								
TOTAL		\$ 3,358,326	\$ 3,829,326	\$ 4,458,140	\$ 5,987,440	\$ 5,987,440	\$ 5,987,440	\$ 5,987,440
Additional Bldg Block Request		\$ 640,000	\$ 471,000	\$ 628,814	\$ 1,529,300	\$ -	\$ -	\$ -

NOTE: This schedule was adjusted based on discussion w Alyn Lunceford on 8/17/05 & 4/17/06; 7/21/06 & 7/13/07.

NOTES Building Projects
a Park City (new); 33rd East (#25 new); Harrisville (#21 new); Ogden (#24 new); Provo (#5 remodel)
b St George (new), Salt Lake Wine Store (new), SW Salt Lake County (new)
c Holladay (#29 new), Snyderville (#37 remodel); Redwood Road (#03 remodel)
d Bountiful (#8 new); Taylorsville addition/remodel; & North Temle addition/remodel
e Requested projects: Cedar City (#18 new); Utah County North (new); Washington County (new); Heber/Midway (new); & Utah County South (new)
f ASRS warehouse expansion and land acquisition.

OPERATIONS AND MAINTENANCE REQUEST FY2011

When a new building is constructed the Department of Alcoholic Beverage Control also has to account for the maintenance and operations for the new constructed building. It is anticipated that the DABC will have increased costs of \$279,810 for FY 2010 and \$457,100 for FY 2011 for the newly constructed building. Attached is a breakdown of the costs by store.