

Agency: Department of Natural Resources, Division of Parks and Recreation

Request Title: Park Lodging

Amount Requested: \$500,000

Duration of Funding: FY 2019 one-time

The focus of this request is to secure funding to build additional lodging facilities (e.g., cabins and yurts) at several State Parks across the state. Trends have shown that there is a huge demand for State Park lodging. Every park that has lodging has seen usage increase year after year. Revenues from park lodging has improved from \$105,942 in fiscal year 2013 to \$345,923 in fiscal year 2017. Meaning revenues have grown 226.52 percent in five years.

The numbers tell us two things, first, park visitors want lodging, and second, lodging generates enough income to pay for the initial capital outlay, the ongoing operating costs, and replacement/depreciation costs. In fact, lodging has proven to produce returns that can be used to purchase more cabins, yurts, cabin tents, and teepees. It's the Division's desire to purchase cabins, yurts, tents, and teepees from local companies.

Annual revenue growth from State Parks lodging will be used to measure the performance of this request.

The Division is asking that this request be funded from the restricted fees account.

Budget Summary

Funding Source	FY2018	FY2019
(DPR) State Park Fees Restricted Acct		\$500,000
Total Requested Funding		\$500,000

Expenditures	FY2018	FY2019
Personal Services		
Current Expense		
Capital Outlay		\$500,000
Total Expenditures		\$500,000
FTEs:		0.00

Lodging Pro Forma Operating Financials					
Fiscal Year	2019	2020	2021	2022	2023
Revenues					
Lodging	\$47,500.00	\$52,250.00	\$57,475.00	\$63,222.50	\$69,544.75
Revenue Totals:	\$47,500.00	\$52,250.00	\$57,475.00	\$63,222.50	\$69,544.75
Expenses					
Lodging	\$25,200.00	\$26,460.00	\$27,783.00	\$29,172.15	\$30,630.76
Expense Totals:	\$25,200.00	\$26,460.00	\$27,783.00	\$29,172.15	\$30,630.76
Profit/Loss:	\$22,300.00	\$25,790.00	\$29,692.00	\$34,050.35	\$38,913.99