

FY11-16 PUBLIC SERVICES PROGRAM: FISCAL PLAN

DEPARTMENT OF LIQUOR CONTROL

FISCAL PROJECTIONS	FY10 ESTIMATE	FY11 Recommended	FY12 PROJECTION	FY13 PROJECTION	FY14 PROJECTION	FY15 PROJECTION	FY16 PROJECTION
ASSUMPTIONS							
Indirect Cost Rate	10.00%	10.00%	10.00%	10.00%	10.00%	10.00%	10.00%
CPI (Fiscal Year)	1.0%	2.1%	2.3%	2.5%	2.6%	2.8%	3.0%
Investment Income Yield	0.3%	0.9%	1.8%	3.3%	4.0%	4.5%	4.8%
BEGINNING FUND BALANCE	8,793,110	2,680,060	2,589,690	3,589,690	3,589,690	3,589,690	3,589,690
REVENUES							
Licenses & Permits	1,575,000	1,575,000	1,610,440	1,649,900	1,692,800	1,740,190	1,792,390
Charges For Services	8,500	8,740	8,940	9,160	9,400	9,660	9,950
Fines & Forfeitures	220,000	220,560	225,520	231,040	237,050	243,690	251,000
Miscellaneous	64,272,430	66,486,780	69,517,340	72,702,470	76,008,230	79,450,950	83,037,250
Subtotal Revenues	66,075,930	68,291,080	71,362,240	74,592,570	77,947,480	81,444,490	85,090,590
INTERFUND TRANSFERS (Net Non-CIP)	(28,043,280)	(20,079,550)	(19,265,460)	(18,547,150)	(17,314,200)	(14,502,520)	(9,961,850)
Transfers To The General Fund	(28,043,280)	(20,079,550)	(19,265,460)	(18,547,150)	(17,314,200)	(14,502,520)	(9,961,850)
Technology Modernization CIP	(740,600)	(591,440)	(370,530)	0	0	0	0
Indirect Costs	(2,424,500)	(2,295,640)	(2,295,630)	(2,295,630)	(2,295,630)	(2,295,630)	(2,295,630)
Earning's Transfer	(24,878,180)	(17,192,470)	(16,599,300)	(16,251,520)	(15,018,570)	(12,206,890)	(7,666,220)
TOTAL RESOURCES	46,825,760	50,891,590	54,686,470	59,635,110	64,222,970	70,531,660	78,718,430
PSP OPER. BUDGET APPROP/ EXPS.							
Operating Budget	(39,902,110)	(37,583,650)	(38,886,030)	(41,617,170)	(45,893,690)	(51,862,280)	(59,682,300)
Debt Service: Other	(3,659,530)	(10,718,250)	(10,718,750)	(10,719,800)	(10,716,250)	(10,717,500)	(10,719,750)
FFI - Retiree Health Insurance Pre-Funding			(583,120)	(714,830)	(853,130)	(998,340)	(1,150,810)
FFI - DLC Warehouse OBI's (new location)			0	(1,924,000)	(1,924,000)	(1,924,000)	(1,924,000)
FFI - Restoration of One-Time Items			(1,081,420)	(1,081,420)	(1,081,420)	(1,081,420)	(1,081,420)
FFI - Restore Personnel Costs			(626,250)	(626,250)	(626,250)	(626,250)	(626,250)
FFI - Motore Pool Rate Adjustment	n/a	0	(26,440)	(26,440)	(26,440)	(26,440)	(26,440)
FFI - Southlawn Warehouse Lease	n/a	n/a	966,090	966,090	966,090	966,090	966,060
FFI - Retail Store Lease	n/a	0	(140,860)	(301,600)	(478,190)	(571,830)	(883,830)
Subtotal PSP Oper Budget Approp / Exp's	(43,551,640)	(48,301,900)	(51,096,780)	(56,045,420)	(60,633,280)	(66,941,970)	(75,128,740)
OTHER CLAIMS ON CASH BALANCE	(584,060)	0	0	0	0	0	0
TOTAL USE OF RESOURCES	(44,145,700)	(48,301,900)	(51,096,780)	(56,045,420)	(60,633,280)	(66,941,970)	(75,128,740)
YEAR END CASH BALANCE	2,680,060	2,589,690	3,589,690	3,589,690	3,589,690	3,589,690	3,589,690
END-OF-YEAR RESERVES AS A PERCENT OF RESOURCES	5.7%	5.1%	6.6%	6.0%	5.6%	5.1%	4.6%

Assumptions:

1. Fund Balance Policy= One month's Operating Expenses, One Payroll, and \$1,000,000 for inventory in cash balance.
2. Net sales growth estimated at 4.5% per year.
3. Operating revenue growth estimated at 4.5% per year.
4. Operating budget expenditures grow with CPI.
5. The labor contract with the Municipal and County Government Employees Organization, Local 1994 expires at the end of FY11.
6. Effective FY08, financing for State transportation projects is appropriated in the Department of Liquor Control.
7. Effective FY10, financing for the warehouse relocation is appropriated in the Department of Liquor Control.