

## STATEMENT OF PURPOSE

### RS27103

This is the FY 2020 original appropriation bill for the State Liquor Division. It appropriates a total of \$22,377,400 and caps the number of authorized full-time equivalent positions at 240.00. For benefit costs, the bill maintains the current appropriated amount for health insurance at \$11,650 per eligible FTP; provides a 5.5% increase for the employer's share of PERSI contributions; and temporarily reduces the rate agencies pay the Division of Human Resources for its services. Inflationary adjustments include \$96,400 for increases in utilities, maintenance costs, and lease rates for the state's liquor stores. Funding for replacement items includes \$408,800 for warehouse equipment, central office IT equipment and data back-up, and store equipment and repairs. For statewide cost allocation, \$31,500 is provided. The bill also provides funding for the equivalent of a 3% change in employee compensation for permanent employees, with a minimum increase of \$550 for each employee and the remaining amount to be distributed based on merit. Funding for a 3% upward shift in the compensation schedule is also included. The bill funds five line items, which provide: \$761,700 to relocate or remodel nine stores; 7.00 FTP and \$121,600 to convert temporary positions to seven full-time classified positions; 4.00 FTP and \$173,300 to hire four new warehouse employees; \$30,000 for warehouse pallet jacks; and \$15,600 for the Governor's technology initiative to replace the state's core network equipment.

### FISCAL NOTE

|   | FTP    | Gen | Ded        | Fed | Total      |
|---|--------|-----|------------|-----|------------|
| FY 2019 Original Appropriation          | 229.00 | 0   | 21,410,900 | 0   | 21,410,900 |
| Removal of Onetime Expenditures         | 0.00   | 0   | (984,500)  | 0   | (984,500)  |
| FY 2020 Base                            | 229.00 | 0   | 20,426,400 | 0   | 20,426,400 |
| Benefit Costs                           | 0.00   | 0   | 18,400     | 0   | 18,400     |
| Inflationary Adjustments                | 0.00   | 0   | 96,400     | 0   | 96,400     |
| Replacement Items                       | 0.00   | 0   | 408,800    | 0   | 408,800    |
| Statewide Cost Allocation               | 0.00   | 0   | 31,500     | 0   | 31,500     |
| Change in Employee Compensation         | 0.00   | 0   | 293,700    | 0   | 293,700    |
| FY 2020 Program Maintenance             | 229.00 | 0   | 21,275,200 | 0   | 21,275,200 |
| 2. Relocate or Remodel Nine Stores      | 0.00   | 0   | 761,700    | 0   | 761,700    |
| 3. Convert Group Positions to Full-Time | 7.00   | 0   | 121,600    | 0   | 121,600    |
| 4. Four New Warehouse Employees         | 4.00   | 0   | 173,300    | 0   | 173,300    |
| 6. Warehouse Pallet Jacks               | 0.00   | 0   | 30,000     | 0   | 30,000     |
| GOV TECH 1. Network Equip Replacement   | 0.00   | 0   | 15,600     | 0   | 15,600     |
| FY 2020 Total                           | 240.00 | 0   | 22,377,400 | 0   | 22,377,400 |
| Chg from FY 2019 Orig Approp            | 11.00  | 0   | 966,500    | 0   | 966,500    |
| % Chg from FY 2019 Orig Approp.         | 4.8%   |     | 4.5%       |     | 4.5%       |

#### Contact:

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**DISCLAIMER:** This statement of purpose and fiscal note are a mere attachment to this bill and prepared by a proponent of the bill. It is neither intended as an expression of legislative intent nor intended for any use outside of the legislative process, including judicial review (Joint Rule 18).