

CARTERET COUNTY BOARD OF ALCOHOLIC CONTROL  
Budget Message  
Fiscal Year Ending June 30, 2019

To the Carteret County ABC Board:

The annual budget for the fiscal year July 1, 2018 through June 30, 2019 has been prepared in an effort to provide the expected level of customer service in order to generate the revenues needed to sustain the operations and capital projects of the system while also providing distributions to the beneficiaries.

The key elements of the budget are as follows:

- Projected revenues will increase \$1,500,000 to \$15,250,000.
- We estimate an increase in health insurance costs of approximately 3.82% over the current year.
- We estimate dental and vision insurance costs will increase 3.59% for the next fiscal year.
- Our overall budget for general insurance will decrease 11% for the next fiscal year due to a decrease in the Workers' Compensation premium.
- Our budget for the credit card expense line item will increase to \$205,000 to cover the increased revenues and the high volume of credit card transactions.
- Our budgeted capital improvements will increase approximately \$540,000 due to the building of the new office/warehouse facility. This amount comes from sale of property at 410 Live Oak St. and projected sale of 1791 Live Oak St. property.
- Loan payment line item will remain the same and we anticipate paying off the loans on the Beaufort and Cape Carteret stores.
- We reduced the Repairs and Maintenance to Equipment line item by \$2,000 due to completing maintenance on the warehouse vehicles this year.
- Based on the recommendation of the ABC Commission, we are continuing the contingency fund in the amount of \$150,000 or approximately 5.00% of budgeted expenses.
- The overall budget will reflect an increase of \$702,450 or 28% bringing the total to \$3,202,750.
- The Carteret County ABC Board is the process of building a new office/warehouse complex during this fiscal year.

The ABC Board of Carteret County has been following a similar budget process for many years and there has been little variance in that process. The substantial changes in line items are reflected in the prior section of this message and all other line items will remain similar in amount to the current operating year.

There have been no major changes in the fiscal policy of the ABC Board in the current year. Staffing changes have been made it necessary to rearrange some of the duties. However, the work has continued to be completed timely and in accordance with the rules as cited by the North Carolina General Statutes that govern boards such as this one.

It is my hope that this budget reflects the mission of this Board and its responsibility to Carteret County.



Jack Askew  
General Manager