



New Hampshire Liquor Commission

**GOVERNOR'S CAPITAL BUDGET HEARING
FY 2024 - 2025**

June 20, 2022



Summary of Requests



1 Hampton North & South New Stores - Additional Funds	\$ 7,490,660
2 HQ Life Safety Improvements	\$ 1,450,000
3 Roof Replacement – Keene	\$ 220,000
4 Emergency Fund	\$ 1,000,000
5 Computer Software – POS – D365	\$ 1,000,000
6 Renovate Section of Warehouse to Office Space	\$ <u>907,060</u>
Total Requests 100% Liquor Funds:	\$ <u>12,067,720</u>



#1 Hampton North & South New Stores



Additional funds necessary to construct two new 20,000 square foot retail outlets on Interstate 95 in Hampton. The original request of \$14M was based on cost estimates from FY18-19 budget, the additional funds requested are based on current rates provided by the Division of Public Works, Design and Construction.

Current Status of the Project:

NHLC continues to work with HNTB/DOJ/DES/DAS relative to existing title and use restrictions in advance of issuing an RFP pursuant to RFQ 2021-001. It is believed that issuance of an RFP prior to the resolution of the restrictive issues will significantly diminish the value of the proposals received and thus the target revenue projections. At a meeting June 17 2022 NHLC was advised that the resolution of the current remaining usage restrictions could potentially be completed within the next 90 days.

The additional time and expense resulting from the unexpected due diligence, combined with the substantial increase in building materials, fuel, and availability of construction related labor has yielded escalation of all aspects of the project financially in very significant terms.

Total Request: \$7,490,660 (100% Liquor Funds)



#2 Headquarter Life Safety Improvements



The Concord Headquarters facility is 58 years old and in need of a few life safety improvement.

- Roof replacement for the section of roof that was replaced in 2017 and has started to leak. The company that did the original replacement has gone out of business.
- Replacement of warehouse bay fire doors that were noted as needing to be replaced by the Fire Marshall as part of the annual inspection.
- Building security & door access controllers are past useful life and no longer supported.
- Additional funds for the parking lot project which was originally funded to expand and repave the existing parking lot but after further inspections has turned into a sewer line, catch basins, infiltration systems, and curbing, as well as infrastructure repairs under the parking lot along with repaving.

Total Request: \$1,450,000 (100% Liquor Funds)



#3 Keene Outlet Roof Replacement



The Liquor and Wine outlet in Keene was built in 2005. The roof is leaking into the store and needs to be replaced. It has been determined that the original roof was not properly prepared, flashed, and sealed to industry standards by original installer.

Total Request: \$222,000 (100% Liquor Funds)



#4 Emergency Fund

The Commission maintains 10 state owned properties that range in age from 1964 to 2018. This request is to fund unexpected emergencies for the state-owned property.

The Commission had several emergencies happen over the last few years such as sewer repairs on a line that broke underground at the headquarters location, replacement of HVAC system, and roof leaks. It would be important for the Commission to have a balance available in case a catastrophic event should occur.

As an enterprise fund this would allow the Commission to fund our emergencies without having to go to the General Fund, state emergencies fund.

Total request: \$1,000,000 (100% Liquor Funds)



#5 Computer Software – POS – D365



The NHLC is in the process of replacing all point of sale software, hardware and back office computer systems. This request is for supplemental funds to allow for enhancements or changes to the system and additional equipment should the need arise post go live. With the rapid changes in technology this request would allow the NHLC to implement enhancements that could improve efficiencies or increase revenue.

Total request: \$1,000,000 (100% Liquor Funds)



#6 Renovate section of Warehouse



This request is to renovate a very small portion of the warehouse located in Concord. The request is to renovate 2,200 square feet of current warehouse space for multiple offices, to allow workspaces to be safely distanced, and a conference room.

Total request: \$907,060 (100% Liquor Funds)