



STAFF REPORT

Presenters: Eric Hardy, Tom Spradling

Agenda Title: Request from ABC Board to Fund Capital Improvements from Working Capital

Requested action: Approval of Request from ABC Board

Meeting Date: March 16, 2021

Summary:

The ABC Board recently considered bids for major improvements for the ABC store located at 142 Weaverville Hwy in Woodfin. The ABC Board determined that D Michael Ward Construction was the lowest responsive, responsible bidder with a bid of \$334,000.

NCGS §18B-805(d) states that the ABC Board “may set aside a portion of [its] remaining gross receipts, within the limits set by the rules of the [North Carolina Alcoholic Beverage Control] Commission, as cash to operate the ABC system. **With the approval of the appointing authority for the board, the local [ABC] board may also set aside a portion of the remaining gross receipts as a fund for specific capital improvements.**”

The action before the Board of Commissioners, which is the “appointing authority for the [ABC] board,” is to approve the use of these funds for the capital improvements. The ABC Board has sufficient working capital on hand to pay the contracted amount.

Process and Timeline:

Approval will permit the ABC to execute the contract and move forward with construction.

Recommendation/Next Steps:

Staff recommends approval of the request to use \$334,000 of its working capital reserves to make capital improvements.