

# GOVERNOR'S MONTHLY REPORT

June 2014



STATE OF ARIZONA  
DEPARTMENT OF LIQUOR LICENSES AND CONTROL

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The information reported in this document is used to keep the Governor and staff apprised of accomplishments, key issues, and upcoming events as they relate to the Department of Liquor Licenses and Control, and its three divisions (Licensing, Administration, and Investigations) on a monthly basis.

**GRANTS & FUNDING**  
**LIQUOR ENFORCEMENT & EDUCATION OUTREACH GRANT**  
**CUB (COVERT UNDERAGE BUYER) PROGRAM**

In an effort to curb the sale of liquor to underage persons, the Covert Underage Buyer (CUB) program was instituted in May of 2003. This program provides the resources necessary for the department to investigate reported complaints of liquor licensed businesses suspected of one or more underage liquor law violations. When there is reasonable suspicion to believe that a liquor-licensed establishment is selling liquor to underage customers, the department will send in a CUB to attempt to purchase liquor. CUBs are between the ages of sixteen (16) and nineteen (19) who are carefully trained by DLLC investigators to understand and follow state laws, including DLLC's CUB investigations guidelines and personal and public safety measures. Currently there are two (2) officers and a total of seven (7) trained CUBs performing CUB operations for the department. DLLC provides CUB program training to all Arizona law enforcement agencies, allowing the program to operate statewide.

In June 2014, DLLC conducted investigations of twenty-six (26) liquor-licensed establishments in Tucson, Phoenix, Tempe and Goodyear. Seven (7) CUBs were used. Fourteen (14), or fifty-four (53.8%) percent, of these establishments sold alcohol to a CUB resulting in twenty-three (23) criminal citations and thirty-one (31) administrative violations. All twenty-six (26) locations were investigated in response to complaints received by DLLC.

Since the inception of the program, three thousand six hundred fourteen (3,614) establishments have been investigated and one thousand one hundred twenty-one (1,121) or thirty-one (31.0%) percent have sold to CUB buyers resulting in two thousand six hundred ninety (2,690) administrative violations and two thousand one hundred eighty-five (2,185) criminal citations.

**CUB Program Statistics**

| <b>Calendar Year</b> | <b>Locations Investigated</b> | <b># Sold to CUB</b> | <b>% of Locations that Sold to CUB</b> | <b>Administrative Violations</b> | <b>Criminal Violations</b> |
|----------------------|-------------------------------|----------------------|--|----------------------------------|----------------------------|
| <b>2003</b>          | 122                           | 33                   | 29                                     | 70                               | 71                         |
| <b>2004</b>          | 217                           | 55                   | 25                                     | 122                              | 136                        |
| <b>2005</b>          | 337                           | 108                  | 32                                     | 342                              | 283                        |
| <b>2006</b>          | 475                           | 148                  | 31                                     | 409                              | 317                        |
| <b>2007</b>          | 450                           | 108                  | 24                                     | 200                              | 201                        |
| <b>2008</b>          | 572                           | 172                  | 30                                     | 416                              | 349                        |
| <b>2009</b>          | 392                           | 115                  | 29                                     | 234                              | 229                        |
| <b>2010</b>          | 169                           | 96                   | 57                                     | 207                              | 129                        |
| <b>2011</b>          | 234                           | 62                   | 26                                     | 143                              | 69                         |
| <b>2012</b>          | 215                           | 82                   | 38                                     | 225                              | 193                        |
| <b>2013</b>          | 310                           | 98                   | 32                                     | 220                              | 143                        |
| <b>2014</b>          | 121                           | 44                   | 36                                     | 102                              | 65                         |

An Underage Drinking Hotline is in operation for concerned citizens to call when underage drinking, service, or sales are suspected. With each complaint DLLC launches an investigation. The Underage Drinking Hotline number is 1-877-NOT-LEGL or 1-877-668-5345.

## OUTREACH

### Community & Agency Outreach

Community and agency outreach meetings and presentations create opportunities to increase DLLC's efficiency and relevancy, encourage agency collaborative efforts, and promote safe and legal alcohol distribution, sales, and consumption.

#### **Community and agency outreach during the month:**

- Chandler Chamber of Commerce meeting – director attended
- Verde Valley Wine Consortium – director attended and presented
- Industry meeting on liquor credit sales – director attended
- Old Town Cottonwood City Hall meeting – director attended
- Town of Marana meeting – director attended
- Meeting with Tempe PD Chief Ryff – director attended
- 2014 liquor license lottery Random Selection Drawing – director, assistant director of licensing, audit supervisor, and communications director attended
- Arizona Winegrower's Association New Liquor Law Boot Camp – director, communications director and industry trade practice officer facilitated
- Tribal Liaison meeting – deputy director participated
- Arizona Black Bar Association meeting – assistant director of administration attended

#### **Law Enforcement Special Detail:**

- Firearms qualification and decision shoot - Investigator Zacarias and Investigator Byrd completed
- CUB – Investigator Gothelf conducted two
- TRACE – Investigator Gothelf conducted one
- Vehicle inventory maintenance and assistance – Investigator Trevizo completed
- Full Time FTO for Investigator Rodarte – Investigator Palubeskie
- Trade Practice Investigations, Rules Writing & Review, Title 4 Training Management – Investigator Miller
- Completed thirty Site Inspections and Title 4 Training Management – Ms. Strickland
- Title 4 Training – Investigator Sanchez facilitated in Yuma
- Title 4 Training and Fake ID Training – Investigator Webb facilitated four Title 4 classes for twenty-four officers and one Fake ID class for fifteen students
- New laws and rules training – entire division
- Youth Alcohol details – entire division
- Out-of-area complaints – entire division

## SUCCESS STATISTICS INVESTIGATIONS

It is the responsibility of the Investigations Division to ensure that all licensees adhere to A.R.S. Title 4 (Arizona liquor law) and all Arizona Administrative Code Rules established by the DLLC.

Investigators completed two hundred sixty-eight (268) routine liquor inspections (RLIs) at licensed establishments and events throughout Arizona resulting in fifty-five (55) criminal citations and one hundred fifty-two (152) administrative violations. The following success statistics were completed by a staff of fourteen (14) full time sworn officers who uphold a statewide officer-to-liquor license ratio of 1:851.

Total investigative actions taken this month were one thousand eighty-eight (1,088), which is an increase of ten (9.8%) percent when compared to the nine hundred ninety-one (991) investigative actions taken in June 2013.

| <b>Achievements:</b>   | <b>Current Month</b> | <b>Total FY 2014</b> | <b>1 Year Ago This Month</b> | <b>Total FY 2013</b> |
|--|----------------------|----------------------|------------------------------|----------------------|
| Routine Liquor Inspections Completed   | 268                  | 3,434                | 295                          | 2,691                |
| Criminal Citations Issued  | 55                   | 1,254                | 70                           | 1,295                |
| Administrative Counts Charged  | 152                  | 1,473                | 54                           | 1,832                |
| Hidden Ownerships Completed  | 0                    | 24                   | 0                            | 20                   |
| Site Inspections Completed   | 35                   | 297                  | 27                           | 333                  |
| Non-Actioned (criminal) Complaints   | 50                   | 507                  | 40                           | 551                  |
| Actioned (administrative) Complaints   | 15                   | 120                  | 10                           | 114                  |
| Compliance Case Reports Submitted  | 52                   | 648                  | 23                           | 646                  |
| On-view Violation Case Reports   | 30                   | 341                  | 10                           | 446                  |
| Law Enforcement Liaison Completed  | 69                   | 836                  | 57                           | 875                  |
| Tax Deficiency Charges   | 5                    | 277                  | no data available            | no data available    |
| MVD Affidavit/Suspension   | 0                    | 132                  | 10                           | 198                  |
|  |                      |                      |                              |                      |
| <b>Underage Investigations Statistics:</b>   |                      |                      |                              |                      |
| Citations Issued to Underage   | 7                    | 981                  | 52                           | 918                  |
| Total Violations   | 53                   | 1,312                | 94                           | 1,715                |
|  |                      |                      |                              |                      |
| <b>Total Achievements:</b> (including police report reviews and completed protests not listed above) | 1,088                | 15,794               | 991                          | 12,503               |

The number of citations DLLC investigators issued to underage persons decreased eighty-seven (86.5%) percent and the total number of violations decreased forty-four (43.6%) percent compared to June 2013.

**SUCCESS STATISTICS**  
Investigations (continued)

| Current Month      | Younger than<br>Age 15 | Age |    |    |    |    |    |
|--------------------|------------------------|-----|----|----|----|----|----|
|                    |                        | 15  | 16 | 17 | 18 | 19 | 20 |
| Age of minor cited | 0                      | 0   | 0  | 2  | 2  | 0  | 2  |

Of the citations issued to underage persons, thirty-three (33.3%) percent were within one year of the legal drinking age.

| Statute/ Definition   | # of<br>Citations<br>Issued This<br>Month | # of<br>Citations<br>Issued in FY<br>2014 | 1 Year Ago<br>This<br>Month | # of<br>Citations<br>Issued in FY<br>2013 |
|---|---|---|-----------------------------|---|
| <b>A.R.S. § 4-241.A</b><br>Failure to Check ID  | 3   | 60  | 5                           | 62  |
| <b>A.R.S. § 4-241.L</b><br>Use of false ID to buy alcohol   | 0   | 62  | 4                           | 108                                       |
| <b>A.R.S. § 4-241.M</b><br>Underage solicits third party buyer                                      | 0   | 24  | 0                           | 17  |
| <b>A.R.S. § 4-241.N</b><br>Use of false ID to enter premises  | 2   | 54  | 4                           | 60  |
| <b>A.R.S. § 4-244.9</b><br>Furnishing alcohol to an underage,<br>underage in possession/consumption | 14  | 127                                       | 11                          | 367                                       |
| <b>A.R.S. § 4-244.41</b><br>Alcohol in system of underage   | 2   | 375                                       | 2                           | 254                                       |
| <b>A.R.S. § 13-2907.01</b><br>Providing false information to state                                  | 1   | 15  | 0                           | 12  |
| <b>A.R.S. § 28-3478.1</b><br>Unlawful use of driver's license                                       | 0   | 44  | 1                           | 52  |
| <b>A.R.S. § 28-3478.3</b><br>Using another person's driver's license                                | 0   | 46  | 6                           | 44  |

The number of citations issued due to furnishing alcohol to an underage, underage in possession, and consumption increased by twenty-seven (27.3%) percent in June 2014 from June 2013. The number of citations issued for alcohol in the system of underage persons remained the same in June 2014 compared with June 2013. The number of citations issued due to use of false ID to buy alcohol decreased one hundred (100.0%) percent. The number of citations issued due to unlawful use of a driver's license decreased one hundred (100.0%) percent in June 2014 from June 2013.

## SUCCESS STATISTICS LIQUOR LICENSE AUDITS

The Audit Unit monitors and performs audits of two types of liquor-licensed establishments: hotel/motel with restaurant (series 11) and restaurants (series 12). Audits are conducted to ensure that restaurants are not operating as bars and are maintaining a 40:60 food-to-liquor sales ratio which is required by Title 4.

Currently there are one hundred sixty-six (166) active Series 11 (hotel/motel) licenses and three thousand three hundred sixty-eight (3,368) active Series 12 (restaurant) licenses statewide. Compared to June 2013, the number of hotel/motel with restaurant licenses increased by two (2) or one (1.2%) percent, and the number of restaurant licenses increased by seventy-five (75) or two (2.3%) percent.

DLLC employs two (2) full time auditors. With a total of three thousand five hundred thirty-four (3,534) restaurant-type licenses combined, the statewide auditor-to-liquor license ratio is 1:1,767.

| <b>Audit Status</b>                                   | <b>Current Month</b> | <b>This Month Last Year</b> |
|---|----------------------|-----------------------------|
| <b>Audits closed</b>                                  | 8                    | 9                           |
| <b>Audits initiated</b>                               | 8                    | 9                           |
| <b>Audits in progress</b>                             | 16                   | 16                          |
| <b>Open cases w/projected ratio of &gt;37%</b>        | 8                    | 12                          |
| <b>Open cases w/projected ratio between 30 to 37%</b> | 6                    | 4                           |
| <b>Open cases w/projected ratio of &lt;30%</b>        | 2                    | 0                           |
| <b>Locations granted 1 year to continue operation</b> | 1                    | 0                           |
| <b>Locations being monitored</b>                      | 76                   | 69                          |

During June 2014, eight (8) audits were completed in Maricopa, Pima and Yavapai Counties, which resulted in actionable violations in six (6) cases. On June 30, 2014, there were sixteen (16) audits in progress and seventy-six (76) locations being monitored.

| <b>Audit Action</b>       | <b>Current Month</b> | <b>Total FY 2014</b> | <b>This Month Last Year</b> | <b>Total FY 2013</b> | <b>Total 2003 To Present</b> |
|---------------------------|----------------------|----------------------|-----------------------------|----------------------|------------------------------|
| <b>Audits completed</b>   | 8                    | 92                   | 9                           | 84                   | 711                          |
| <b>Audits passed</b>      | 6                    | 69                   | 9                           | 64                   | 379                          |
| <b>Audits failed</b>      | 1                    | 17                   | 0                           | 17                   | 261                          |
| <b>Inconclusive</b>       | 1                    | 6                    | 0                           | 3                    | 65                           |
| <b>Other charges only</b> | 0                    | 0                    | 0                           | 0                    | 6                            |

In June 2014, audit fines assessed from violations totaled three thousand (\$3,000) dollars. Compared to June 2013, total audit fines assessed from violations increased by three hundred seventy-five (\$375) dollars.

The Audit Unit is now conducting audit training/workshops. Licensees may gain information on how to prepare for an audit by using this link to the DLLC website [http://www.azliquor.gov/contact\\_audit.cfm](http://www.azliquor.gov/contact_audit.cfm).

**SUCCESS STATISTICS**  
Liquor License Audits (continued)

**Audit Revenue 2-year Comparison**

| <b>Audit Action</b>                               | <b>Current Month</b> | <b>Total FY 2014</b> | <b>1 Year Ago This Month</b> | <b>Total FY 2013</b> |
|---|----------------------|----------------------|------------------------------|----------------------|
| <b>Fines Assessed</b>                             | \$3,000              | \$50,300             | \$2,625                      | \$55,425             |
| <b>Continuation License (Grill Bill) Revenue</b>  | \$0                  | \$120,000            | \$30,000                     | \$60,000             |
| <b>Pending Continuation Licenses (Grill Bill)</b> | 0                    | 0                    | 2                            | n/a                  |

Audit statistics since FY 2007 are noted below:

| <b>Year</b>    | <b>Audits Completed</b> | <b>Revenues Collected</b> | <b>Average Fine per Audit</b><br>(does not include continuation license fees) |
|----------------|-------------------------|---------------------------|---|
| <b>FY 2007</b> | 27 audits               | \$13,000                  | \$481   |
| <b>FY 2008</b> | 61 audits               | \$36,500                  | \$598   |
| <b>FY 2009</b> | 103 audits              | \$81,275                  | \$789   |
| <b>FY 2010</b> | 87 audits               | \$81,750                  | \$940   |
| <b>FY 2011</b> | 82 audits               | \$84,400                  | \$1,029   |
| <b>FY 2012</b> | 90 audits               | \$64,355                  | \$715   |
| <b>FY 2013</b> | 84 audits               | \$47,625                  | \$567   |
| <b>FY 2014</b> | 92 audits               | \$49,625                  | \$539   |

## SUCCESS STATISTICS COMPLIANCE

The Compliance Unit governs the dispute-resolution process and imposes disciplinary actions against licensees for violations of State liquor laws. The Compliance Unit is responsible for determining an appropriate course of disciplinary action which may consist of verbal or written warnings, consent agreements, or referral for a full administrative hearing.

| Achievements              | Current Month | Total FY 2014 | 1 Year Ago This Month | Total FY 2013 |
|---------------------------|---------------|---------------|-----------------------|---------------|
| Revocations               | 0             | 1             | 0                     | 1             |
| Suspensions               | 0             | 1             | 1                     | 4             |
| Surrenders                | 1             | 6             | 0                     | 18            |
| Divestitures              | 0             | 2             | 2                     | 9             |
| Administrative Complaints | 0             | 5             | 0                     | 7             |
| Decisions & Orders        | 0             | 6             | 0                     | 3             |
| Cases Received            | 55            | 856           | 29                    | 708           |
| Cases Completed           | 9             | 183           | 3                     | 151           |
| Cases in Progress         | 46            | 672           | 26                    | 557           |
| Warning Letter Issued     | 1             | 41            | 1                     | 25            |
| Cases Sent to OAH         | 1             | 7             | 0                     | 7             |

### Economic Impact:

Fines collected during the month totaled thirty-eight thousand one hundred fifty (\$38,150) dollars from thirty-two (32) adjudicated compliance actions. Compared to last month, May 2014, this represents a twenty-eight (27.6%) percent increase in collected revenues and a seven (6.7%) percent increase in the number of compliance actions processed. Compared to June 2013, this represents a fifty-four (53.8%) percent decrease in collected revenues and a six (5.9%) percent decrease in the number of compliance actions processed.

A penalty payment plan gives licensees the option to pay fines in installments rather than in one lump sum. DLLC and the licensee agree to the terms of the payment plan during the negotiation process. Although the payment plan may reduce DLLC's monthly collection of fine revenues in the short term, the long term outcome is intended to keep establishments in business by easing the financial burden of fines during the current economic decline.

| Fiscal Year | Compliance Actions | Revenues Collected | Average Fine Per Action |
|-------------|--------------------|--------------------|-------------------------|
| 2002-2003   | 414                | \$445,725          | \$1,077                 |
| 2003-2004   | 388                | \$518,800          | \$1,337                 |
| 2004-2005   | 431                | \$557,725          | \$1,294                 |
| 2005-2006   | 500                | \$689,475          | \$1,379                 |
| 2006-2007   | 429                | \$627,975          | \$1,464                 |
| 2007-2008   | 334                | \$582,350          | \$1,744                 |
| 2008-2009   | 584                | \$886,440          | \$1,518                 |
| 2009-2010   | 415                | \$705,725          | \$1,701                 |
| 2010-2011   | 425                | \$598,509          | \$1,408                 |
| 2011-2012   | 479                | \$428,445          | \$894                   |
| 2012-2013   | 440                | \$673,710          | \$1,531                 |
| 2013-2014   | 500                | \$473,910          | \$948                   |

**SUCCESS STATISTICS**  
Compliance (continued)

**Adjudicated Underage Violations:**

| Statute           | Definition                                    | Adjudicated This Month | TOTAL FY 2014 | 1 Year Ago This Month | TOTAL FY 2013 |
|-------------------|---|------------------------|---------------|-----------------------|---------------|
| A.R.S. § 4-241.A  | Failure to Check ID                           | 6                      | 58            | 5                     | 36            |
| A.R.S. § 4-244.1  | Unlicensed Resale                             | 2                      | 5             | 0                     | 0             |
| A.R.S. § 4-244.9  | Furnish alcohol to an underage                | 6                      | 65            | 9                     | 59            |
| A.R.S. § 4-244.16 | Knowingly allow furnishing liquor to underage | 0                      | 0             | 1                     | 1             |
| A.R.S. § 4-244.22 | Consume w/o permission of premises owner      | 0                      | 5             | 0                     | 1             |

Fines from adjudicated underage violations total eighty thousand six hundred twenty-five (\$80,625) dollars. To date during FY 2014, there has been one (1) license suspended and two (2) licenses revoked.

**Compliance Statistics Resulting From Underage Violations**

| Fiscal Year | Fines Collected | Licenses Suspended | Licenses Revoked |
|-------------|-----------------|--------------------|------------------|
| 2010        | \$365,875       | 4                  | 1                |
| 2011        | \$214,500       | 2                  | 0                |
| 2012        | \$82,265        | 1                  | 0                |
| 2013        | \$125,500       | 4                  | 1                |
| 2014        | \$80,625        | 1                  | 2                |

## SUCCESS STATISTICS STATE LIQUOR BOARD

The State Liquor Board operates independently from the Director of the Department of Liquor Licenses and Control and is responsible for hearing liquor license applications that have been protested by the public, the governing body of a city, town or county, or the Department Director. Additionally, the Board may hear appeals and overturn or amend decisions of the Director.

| <b>Achievements:</b>                  | <b>Current Month</b> | <b>Total FY 2014</b> | <b>1 Year Ago This Month</b> | <b>Total FY 2013</b> |
|---------------------------------------|----------------------|----------------------|------------------------------|----------------------|
| <b>Hearings Scheduled</b>             | 2                    | 42                   | 3                            | 51                   |
| <b>Licenses Granted</b>               | 0                    | 14                   | 3                            | 21                   |
| <b>Licenses Denied</b>                | 0                    | 8                    | 1                            | 9                    |
| <b>Continuances Granted</b>           | 2                    | 9                    | 0                            | 10                   |
| <b>Continuances Denied</b>            | 0                    | 1                    | 0                            | 1                    |
| <b>Licenses Withdrawn</b>             | 0                    | 5                    | 0                            | 7                    |
| <b>Appeals Heard</b>                  | 0                    | 3                    | 1                            | 0                    |
| <b>Rehearings Requested</b>           | 0                    | 3                    | 0                            | 2                    |
| <b>Hearings Cancelled by Director</b> | 0                    | 1                    | 0                            | 1                    |

There were no hearings scheduled before the State Liquor Board in June 2014.

### STATE LIQUOR BOARD MEMBERS AND TERMS

|                       |  |                               |
|-----------------------|--|-------------------------------|
| J.D. Ghelfi (R)       | Chairman<br>Maricopa County<br>No Financial Interest | Term Expires January 19, 2015 |
| Cyndy Valdez (R)      | Vice Chairman<br>Pima County<br>Wholesaler           | Term Expires January 16, 2017 |
| Bill Du Pont (D)      | Pima County<br>Neighborhood Association              | Term Expires January 18, 2016 |
| Vikki Scarafiotti (D) | Maricopa County<br>No Financial Interest             | Term Expires January 16, 2017 |
| Robin Cantrell (I)    | Graham County<br>Retailer                            | Term Expires January 19, 2015 |
| Jim Carruthers (R)    | Yuma County<br>No Financial Interest                 | Term Expires January 19, 2015 |
| Pud Colquitt (R)      | Coconino County<br>No Financial Interest             | Term Expires January 18, 2016 |

## SUCCESS STATISTICS LICENSING DIVISION

The Licensing Division is responsible for processing new license applications, permits, renewals, and maintaining up-to-date and accurate information on active licenses. Compared to this month last year, June 2013, the number of new liquor licenses issued in Arizona decreased by one (.8%) percent, the number of renewals increased by three (3.0%) percent, and the number of active licenses increased by two (1.6%) percent. Also, compared with June 2013, monthly licensing revenues have decreased by two (1.6%) percent from three hundred ninety-six thousand one hundred seven (\$396,107) dollars during this time last year to three hundred eighty-nine thousand seven hundred thirty-nine (\$389,739) dollars during the current month.

In June 2014, three (3) exempt locations were approved which brings the total active exempt locations in Arizona to ninety-two (92). An exempt location is an establishment that has: (1) met the criteria established in A.R.S. §4-244.05 and A.A.C. R19-1-113; (2) made application for the exemption; (3) been inspected by a DLLC investigator; and (4) been issued a one-year exemption which allows patrons to bring and consume beer and wine on the premises.

| Licensing   | Current Month | Total FY 2014 | 1 Year Ago This Month | Total FY 2013 |
|---|---------------|---------------|-----------------------|---------------|
| <b>New licenses issued</b>  | 118           | 1,629         | 119                   | 1,560         |
| <b>Renewed licenses</b>   | 660           | 11,645        | 641                   | 11,104        |
| <b>Lottery licenses issued</b>                                      | 1             | 1             | 0                     | 1             |
| <b>Collected Lottery Revenues</b>                                   | \$3,300       | \$3,300       | \$0                   | \$349,950     |
| <b>Number of Active Liquor Licenses</b>                             | 11,919        | 11,919*       | 11,727                | n/a*          |
| <b>Exempt Locations Issued</b>                                      | 3             | 91            | 3                     | 62            |
| <b>Number of Exempt Locations</b>                                   | 92            | 92**          | 85                    | n/a**         |
| <b>Collected Licensing Revenues</b><br>(including lottery revenues) | \$389,739     | \$6,432,514   | \$396,107             | \$6,536,517   |

\*This number fluctuates daily depending on renewals, new applications, suspensions and revocations.

\*\*This number fluctuates daily depending on renewals and new applications.

### Collected Revenue by Fee Type in June 2014

|                         |         |
|-------------------------|---------|
| Fair Market Value       | 3,300   |
| Applications            | 14,450  |
| License Fees            | 230,510 |
| Out-of-State            | 0       |
| Agent Change            | 3,650   |
| Fines                   | 35,200  |
| Special Event           | 3,125   |
| Club                    | 5,400   |
| Penalties               | 6,000   |
| Copy Fees               | 3,191   |
| Non-Use Surcharge       | 25,600  |
| Audit Surcharge         | 9,480   |
| Enforcement K Surcharge | 22,995  |
| Enforcement L Surcharge | 21,135  |
| Miscellaneous           | 5       |

|                                 |                   |
|---------------------------------|-------------------|
| <b>TOTAL REVENUES COLLECTED</b> | <b>\$ 384,041</b> |
| <b>(fingerprints)</b>           | <b>5,698</b>      |
| <b>TOTAL REPORT</b>             | <b>\$ 389,739</b> |

## WHAT'S NEXT AT DLLC? Upcoming Events and Milestones

### Acceptable Forms of ID

Effective July 24, 2014, Arizona liquor laws will change regarding acceptable forms of identification to access alcohol (A.R.S. §4-241(K)). A vertical (under age 21) Arizona driver license is no longer an acceptable type of identification thirty days after the person turns twenty-one years of age. The only acceptable types of identification are:

1. Driver license or non-operating ID card issued by any U.S. state, District of Columbia, any province or territory of Canada, and any territory of the United States (Puerto Rico, Guam, U.S. Virgin Islands, American Samoa and Northern Mariana Islands);
2. Armed forces ID card;
3. Passport or passport card; and
4. Resident alien card

Use this link to review all [Acceptable Forms of ID](#).

### New Laws

Laws that become effective on July 24, 2014 are included in the 2014 Title 4 Law Book. This book is created for department staff and is provided as a public courtesy on the department's website. Follow this link for a PDF, printable version of the 2014 [Title 4 Law Book](#).

On May 6, 2014, the Governor's Regulatory Review Council (GRRRC) approved the remainder of the department's rules which will become effective on July 7, 2014. After more than seven years of dedicated effort, the department achieved its goal of completing an entire re-write of its rules. Use this link to review the [New Supplemental Rules](#).

This compilation of the Arizona Revised Statutes is complete as amended through the 51st Legislature, 2nd Regular Session [adjourned April 24, 2014] and is available on the Legislature's and Secretary of State's websites.

Follow this link for the official reference to [Arizona Revised Statutes - Title 4](#).

Follow this link for the official reference to [Arizona Administrative Code](#).

END OF DLLC JUNE 2014 REPORT TO THE GOVERNOR