

Arizona Department of Liquor Licenses and Control



January 2020 Governor's Monthly Report (REVISED 9/9/20)

STATE OF ARIZONA
DEPARTMENT OF LIQUOR LICENSES AND CONTROL
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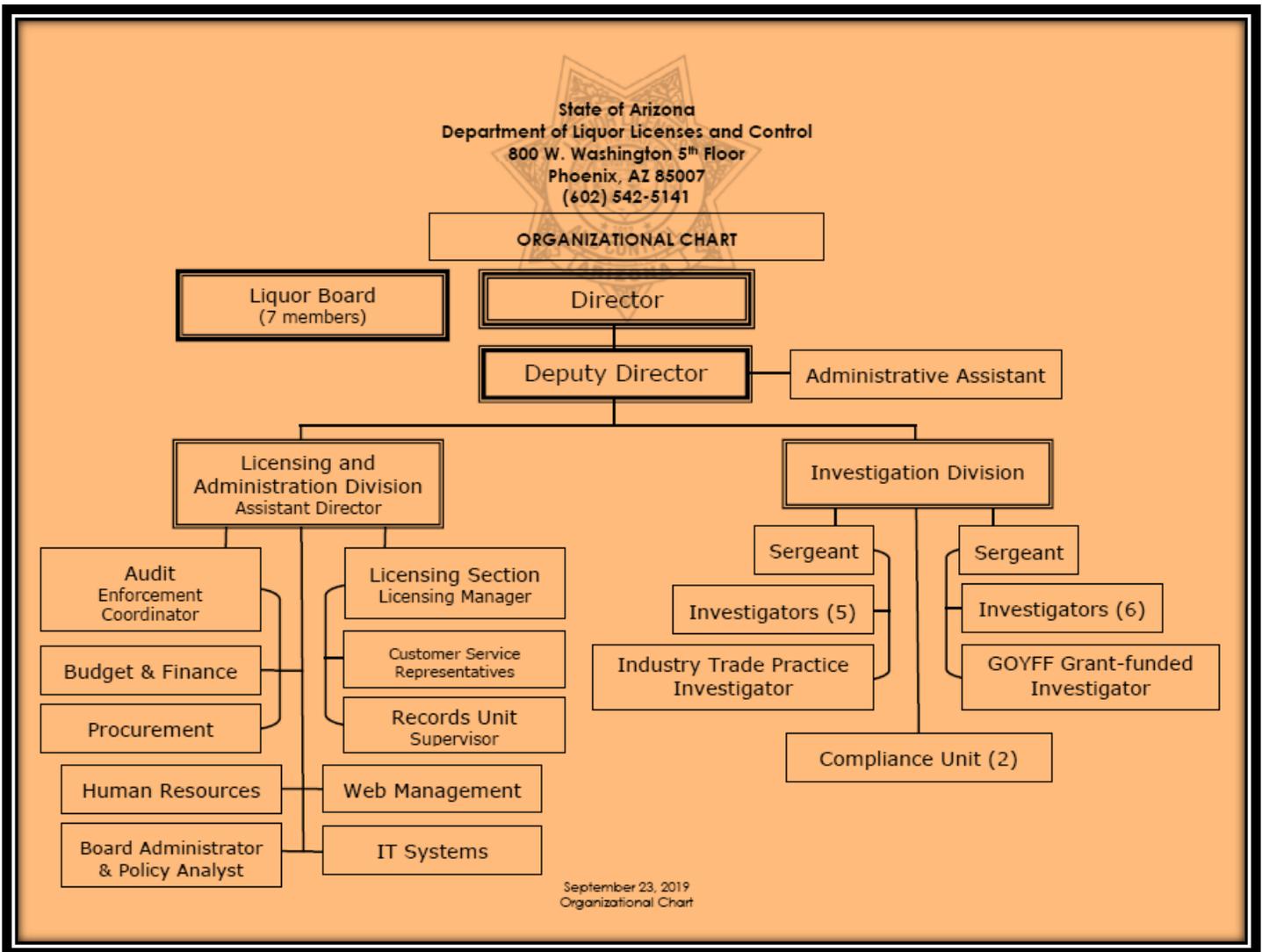


Mission Statement

To protect public safety and support economic growth through the responsible sale and consumption of liquor, and to efficiently license qualified applicants.

Vision Statement

We envision being a leader in state liquor licensing and enforcement, focused entirely on delivering exceptional services that meet customers' needs and enrich the communities we serve.



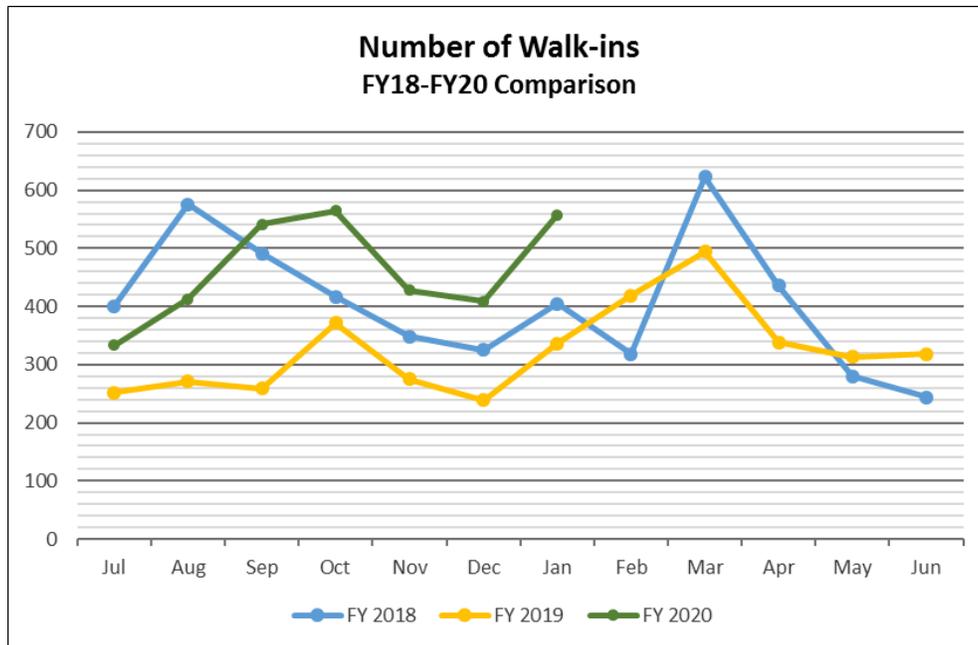
The organizational chart illustrates authorized full-time positions, not the Department's current staffing.

LICENSING AND ADMINISTRATION DIVISION

Transaction	January 2020	FY 2020 Year to Date	FY 2019 Year End
New liquor licenses issued	579	3,245	5,836
Liquor licenses renewed	1,228	8,022	13,280
Special event permits issued	362	1,837	3,108
Interim permits issued	39	272	462
Exempt locations issued	34	159	209
Lottery licenses issued	2	15	31
Active liquor licenses*	14,655	14,655	14,807

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

License Type	Average Number of Days to Issue License – January 2020			
	Number of Applications	Average Time to Process	FY 2020 Running Average	FY 2019 Year End Average
Series 6-Bar	8	79	67	65
Series 7-Beer and Wine Bar	6	74	70	64
Series 9-Liquor Store	3	84	68	62
Series 10-Beer and Wine Store	10	74	68	67
Series 12-Restaurant	30	73	70	63



Collected Revenue by Fee Type

Source of Revenue	January 2020	FY 2020 Year to Date	FY 2019 Year End
FMV (Liquor License Lottery)	154,953	3,664,294	3,239,275
Applications	26,835	141,990	227,283
Licenses Issuances Fees	121,050	793,850	1,294,712
Licenses Renewals Fees	135,793	1,243,949	2,993,564
Interim Permit Fees	3,800	27,800	45,000
Agent Change	7,350	21,650	35,700
Fines (Liquor Law Violations)	56,575	398,699	424,400
Special Event (DHS)	7,975	46,600	80,135
Club (DES)	9,450	33,275	45,025
Penalty Fees (Late Renewals)	11,250	60,750	134,250
Copy Fees	10	676	1,977
Non-Use Surcharge	12,600	157,900	156,600
Audit Surcharge (J Fund)	17,430	77,340	187,260
Enforcement K Surcharge	38,220	278,740	436,310
Enforcement L Surcharge	38,085	261,865	368,670
Miscellaneous*	8,992	68,633	95,581
17W Direct Shipment License	4,050	30,550	57,150
17W Direct Shipment Renewal	54,600	55,800	122,750
Growlers	900	11,700	31,285
Samplings	2,940	25,980	31,410
Fingerprints Fees	4,664	35,596	56,038
Total Revenue Collected	\$717,521	\$7,437,636	\$10,064,375

* Acquisition of Control, Site Inspection, Extension of Premises, Co-Op, Person Transfer, BYOB, Location Transfer, Sampling.

State Liquor Board

Action	January 2020	FY 2020 Year to Date	FY 2019 Year End
Hearings Scheduled	5	14	32
Licenses Granted	1	4	3
Licenses Denied	1	3	6
Continuances Granted	0	2	7
Continuances Denied	0	0	0
Applications Withdrawn	1	1	9
Appeals Heard	1	3	2
Rehearings Requested	0	0	2
Hearings Cancelled	1	1	0

Audit Statistics

Active Restaurant-Type Licenses	January 2020	FY 2020 Year to Date Average	FY 2019 Year End
Hotel/Motel w/Restaurant (Series 11)	198	198	190
Restaurant (Series 12)	4,106	4,040	3,980
Total Restaurant-Type Licenses	4,304	4,238	4,170
Auditor-to-Liquor License Ratio	1:2,152	1:2,119	1:2,085
Audit Action*		Year to Date Total	FY 2019 Year End
Audits Completed	0	34	41
Audits Passed	0	22	27
Audits Failed	0	11	10
Audits Inconclusive/Audit Not Performed	0	1	4
Open Audit Cases		Year to Date Average	FY 2019 Year End
Audits Closed	0	5	N/A
Audits Initiated	0	5	N/A
Audits in Progress	8	10	12
Open Cases w/projected ratio of >37%	4	6	8
Open Cases w/projected ratio between 30 to 37%	3	3	4
Open Cases w/projected ratio of <30%	1	0	0
Locations granted one year to continue operation	0	1	4
Locations being monitored	92	87	92
Source of Revenue		Year to Date Total	FY 2019 Year End
Assessed Fine Revenue	\$4,000	\$25,000	\$70,300
Collected Fine Revenue	\$11,000	\$29,000	\$44,250

*During January 2020, 0 restaurant audits were completed; however, 778 audits were completed on Direct Shipment Licenses.

INVESTIGATION DIVISION

Division Statistics

Achievements	January 2020	FY 2020 Year to Date	FY 2019 Year End
Officer-to-Liquor License Ratio	1:1,465	1:1,465	1:1,480
Citations			
Total Citations Issued	40	239	471
Citations Issued to Underage	40	210	389
Violations			
Criminal Counts Charged	73	412	858
Administrative Counts Charged	56	358	489
Underage Violations	78	378	890
Compliance			
Routine Liquor Inspections	16	143	225
Compliance Case Reports Submitted	1	16	202
Non-Actioned (Criminal) Complaints	32	219	485
Investigation			
Site Inspections Completed	45	259	481
On-View Violation Case Reports	22	79	105
Total Achievements*	969	6,039	21,625

* Including police report reviews and completed protests not listed above

Covert Underage Buyer Program

In an effort to curb the sale of liquor to underage persons, the Department utilizes the Covert Underage Buyer (CUB) program, which was instituted in May 2003. This program provides the resources necessary for investigating reported complaints of licensed businesses suspected of underage liquor law violations. When the Department has reasonable suspicion a licensed establishment is selling liquor to underage customers, a CUB will be sent in to attempt to purchase liquor. CUBs are between the ages of 16 and 19 and are carefully trained by Detectives. The Department also provides CUB program training to all Arizona law enforcement agencies.

Action	January 2020	FY 2020 Year to Date	FY 2019 Year End
Locations Investigated	2	38	185
Number That Sold to CUB	0	7	42
Percentage of Establishments That Sold to CUB	0%	18.4%	22%
Administrative Citations Issued	0	19	123
Criminal Citations Issued	0	18	98

Underage Violations

Statute and Violation	Number of Counts Charged in January 2020	Number of Counts Charged in FY 2020	Number of Counts Charged in FY 2019
A.R.S. § 4-241(A) Failure to request ID from underage; accepting unauthorized forms of ID	0	13	58
A.R.S. § 4-241(K) Accepting unauthorized IDs	0	0	0
A.R.S. § 4-241(L) Underage who uses false ID to buy alcohol	6	66	137
A.R.S. § 4-241(M) Underage who solicits another person for alcohol	0	0	7
A.R.S. § 4-241(N) Underage who uses of false ID to gain entry to a liquor business	4	10	32
A.R.S. § 4-241(P) Person purchasing alcohol for underage	2	4	0
A.R.S. § 4-244(9) Furnishing alcohol to an underage; underage in possession/consumption	28	161	338
A.R.S. § 4-244(41) Underage with alcohol in system	25	68	188
A.R.S. § 13-3613 Contributing to delinquency and dependency of a child	0	2	2
A.R.S. § 28-3478.1 Unlawful use of driver license	12	44	111
A.R.S. § 28-3478.2 Lend ID to another person	0	0	0
A.R.S. § 28-3478.3 Using another person's driver license	1	7	10
Total Violations	78	392	890

Ages of Underaged Cited This Month	<15	15	16	17	18	19	20
	0	0	0	1	4	9	26

Law Enforcement Special Detail

- Covert Underage Buyer Program (CUB) – Detective Zacarias and Detective Fletcher
- CUB – Detective Schrimpf and Detective Allard
- Youth alcohol enforcement at Northern Arizona University and Flagstaff – Detective Carruthers
- Youth alcohol detail at Surprise Art Festival – Detective Barchak
- Title 4 and Fake I.D. training at Talking Stick (27 attendees) – Detective Webb
- Title 4 training at Paradise Valley Police Department (50 participants) – Detective Schrimpf
- Title 4 training at Mesa Academy (42 recruits) – Detective Webb
- Alcohol Awareness training at Oasis Middle School (213 students) – Detective Webb
- Alcohol Awareness training at Mountain View High School (6 classes) (162 students total) – Detective Webb
- Alcohol Awareness training at Kearney-Ray High School (95 students) – Detective Webb
- Governor’s Office of Youth, Faith and Family (GOYFF) outreach in Surprise – Detective Allard
- GOYFF outreach in Phoenix – Detective Allard
- GOYFF outreach in Yuma – Detective Sanchez

Compliance Statistics

Action	January 2020	FY 2020 Year to Date	FY 2019 Year End
Revocations	0	1	0
Suspensions	0	6	6
Surrenders	1	30	22
Divestitures	0	1	2
Administrative Complaints	0	1	0
Decisions and Orders	0	1	2
Cases Received	38	168	592
Cases Completed	6	23	66
Cases in Progress	32	45	600
Warning Letter Issued	1	8	38
Cases Sent to the Office of Administrative Hearings	0	0	3
Fines Collected	\$74,325	\$362,950	\$378,550
Cases Adjudicated	28	167	346
Action Resulting From Underage Violations			
Fines Collected	\$0	\$30,000	\$72,905

END OF JANUARY 2020 REPORT TO THE GOVERNOR