

Arizona Department of Liquor Licenses and Control



May 2020

Governor's Monthly Report

(REVISED 9/9/20)

STATE OF ARIZONA
DEPARTMENT OF LIQUOR LICENSES AND CONTROL
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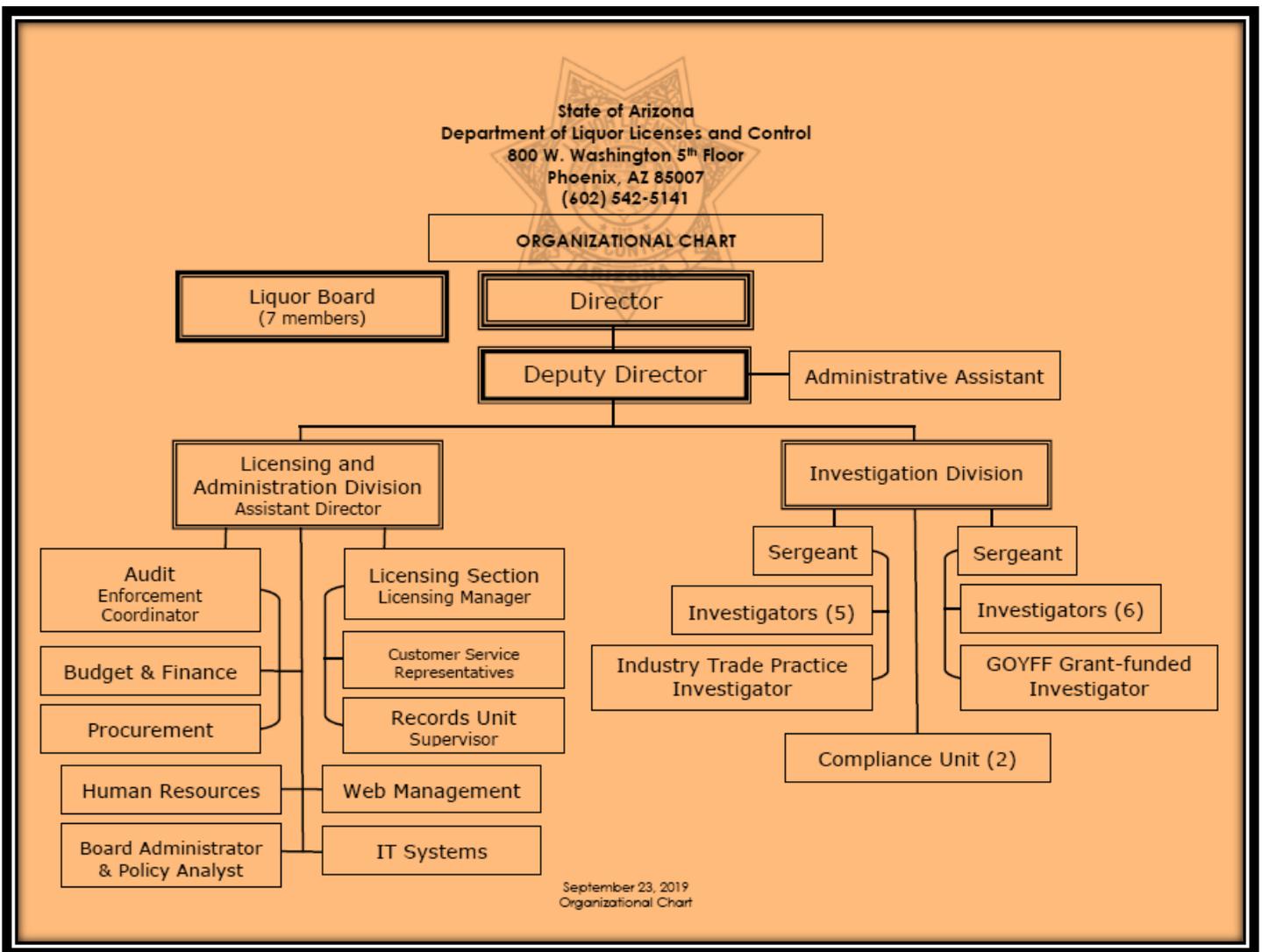


Mission Statement

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.



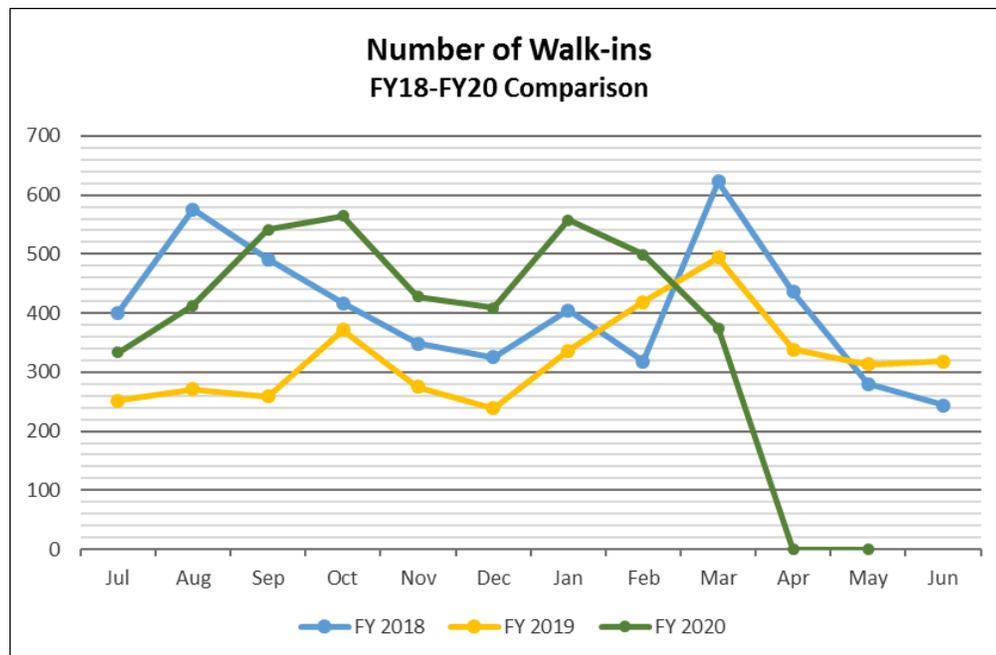
The organizational chart illustrates authorized full-time positions, not the Department's current staffing.

LICENSING AND ADMINISTRATION DIVISION

Transaction	May 2020	FY 2020 Year to Date	FY 2019 Year End
New liquor licenses issued	185	4,586	5,836
Liquor licenses renewed	591	12,629	13,280
Special event permits issued	1	2,370	3,108
Interim permits issued	18	406	462
Exempt locations issued	7	237	209
Lottery licenses issued	2	31	31
Active liquor licenses*	13,920	13,920	14,807

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

License Type	Average Number of Days to Issue License – May 2020			
	Number of Applications	Average Time to Process	FY 2020 Running Average	FY 2019 Year End Average
Series 6-Bar	4	66	69	65
Series 7-Beer and Wine Bar	7	54	69	64
Series 9-Liquor Store	5	61	62	62
Series 10-Beer and Wine Store	16	63	68	67
Series 12-Restaurant	29	64	69	63



Collected Revenue by Fee Type

Source of Revenue	May 2020	FY 2020 Year to Date	FY 2019 Year End
FMV (Liquor License Lottery)	65,500	4,062,043	3,239,275
Applications	10,100	208,010	227,283
Licenses Issuances Fees	163,500	1,296,263	1,294,712
Licenses Renewals Fees	170,400	2,799,682	2,993,564
Interim Permit Fees	1,700	39,200	45,000
Agent Change	2,450	32,650	35,700
Fines (Liquor Law Violations)	20,975	548,024	424,400
Special Event (DHS)	0	61,265	80,135
Club (DES)	2,400	40,975	45,025
Penalty Fees (Late Renewals)	450	76,350	134,250
Copy Fees	261	1,884	1,977
Non-Use Surcharge	13,300	224,300	156,600
Audit Surcharge (J Fund)	9,690	174,810	187,260
Enforcement K Surcharge	19,670	411,425	436,310
Enforcement L Surcharge	16,445	354,005	368,670
Miscellaneous*	7,100	104,873	95,581
17W Direct Shipment License	3,825	52,450	57,150
17W Direct Shipment Renewal	0	154,100	122,750
Growlers	3,375	33,075	31,285
Samplings	2,440	29,140	31,410
Fingerprints Fees	2,706	52,122	56,038
Total Revenue Collected	\$516,287	\$10,240,356	\$10,064,375

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

State Liquor Board

Action	May 2020	FY 2020 Year to Date	FY 2019 Year End
Hearings Scheduled	4	22	32
Licenses Granted	1	6	3
Licenses Denied	0	3	6
Continuances Granted	0	3	7
Continuances Denied	0	0	0
Applications Withdrawn	3	6	9
Appeals Heard	0	3	2
Rehearings Requested	0	0	2
Hearings Cancelled	0	1	0

Audit Statistics

Active Restaurant-Type Licenses	May 2020	FY 2020 Year to Date Average	FY 2019 Year End
Hotel/Motel w/Restaurant (Series 11)	196	196	190
Restaurant (Series 12)	4,004	4,039	3,980
Total Restaurant-Type Licenses	4,200	4,235	4,170
Auditor-to-Liquor License Ratio	1:4,100	1:2,118	1:2,085
Audit Action		Year to Date Total	FY 2019 Year End
Audits Completed	0	40	41
Audits Passed	0	26	27
Audits Failed	0	13	10
Audits Inconclusive/Audit Not Performed	0	1	4
Open Audit Cases		Year to Date Average	FY 2019 Year End
Audits Closed	0	4	N/A
Audits Initiated	0	3	N/A
Audits in Progress	6	9	12
Open Cases w/projected ratio of >37%	4	6	8
Open Cases w/projected ratio between 30 to 37%	2	3	4
Open Cases w/projected ratio of <30%	0	0	0
Locations granted one year to continue operation	0	0	4
Locations being monitored	110	93	92
Source of Revenue		Year to Date Total	FY 2019 Year End
Assessed Fine Revenue	\$0	\$33,500	\$70,300
Collected Fine Revenue	\$2,000	\$98,500	\$44,250

INVESTIGATION DIVISION

Division Statistics

Achievements	May 2020	FY 2020 Year to Date	FY 2019 Year End
Officer-to-Liquor License Ratio	1:1,392	1:1,392	1:1,480
Citations			
Total Citations Issued	1	315	471
Citations Issued to Underage	0	272	389
Violations			
Criminal Counts Charged	1	560	858
Administrative Counts Charged	61	2,603	489
Underage Violations	0	510	890
Compliance			
Routine Liquor Inspections	2	166	225
Compliance Case Reports Submitted	6	28	202
Non-Actioned (Criminal) Complaints	87	447	485
Investigation			
Site Inspections Completed	23	389	481
On-View Violation Case Reports	11	151	105
Total Achievements*	744	11,302	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	May 2020	FY 2020 Year to Date	FY 2019 Year End
Locations Investigated	0	52	185
Number That Sold to CUB	0	10	42
Percentage of Establishments That Sold to CUB	0%	19%	22%
Administrative Citations Issued	0	25	123
Criminal Citations Issued	0	24	98

Underage Violations

Statute and Violation	Number of Counts Charged in May 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	19	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	0	85	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	0	16	32
A.R.S. § 4-241(P) Person purchasing alcohol for underage	0	4	0
A.R.S. § 4-244(9) Furnishing alcohol to an underage; underage in possession/consumption	0	217	338
A.R.S. § 4-244(41) Underage with alcohol in system	0	90	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	0	67	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	0	8	10
Total Violations	0	510	890

Ages of Underaged Cited This Month	<15	15	16	17	18	19	20
	0	0	0	0	0	0	0

Law Enforcement Special Detail

- Audits of Title 4 trainers – Detective Williams
- Outreach efforts for prevention coalition training – Detective Webb
- 52 establishment contacts – Detective Webb

Compliance Statistics

Action	May 2020	FY 2020 Year to Date	FY 2019 Year End
Revocations	0	1	0
Suspensions	0	8	6
Surrenders	0	34	22
Divestitures	0	1	2
Administrative Complaints	0	3	0
Decisions and Orders	0	1	2
Cases Received	21	435	592
Cases Completed	0	54	66
Cases in Progress	21	392	600
Warning Letter Issued	0	33	38
Cases Sent to the Office of Administrative Hearings	1	3	3
Fines Collected	\$8,750	\$461,725	\$378,550
Cases Adjudicated	6	252	346
Action Resulting From Underage Violations			
Fines Collected	\$0	\$105,905	\$72,905

END OF MAY 2020 REPORT TO THE GOVERNOR